



1	General Fund Appropriation (FY 1999)	. . . . . \$	25,637,000
2	TOTAL APPROPRIATION	. . . . . \$	((49,878,000))
3			<u>49,853,000</u>

4 The appropriations in this section are subject to the following  
5 conditions and limitations: ~~((1))~~ \$75,000 of the general fund fiscal  
6 year 1998 appropriation and \$75,000 of the general fund fiscal year  
7 1999 appropriation are provided solely for the independent operations  
8 of the legislative ethics board. Expenditure decisions of the board,  
9 including employment of staff, shall be independent of the senate and  
10 house of representatives.

11 ~~((2) \$25,000 of the general fund fiscal year 1998 appropriation is  
12 provided solely to implement Substitute Senate Concurrent Resolution  
13 No. 8408 (water policy report). If the concurrent resolution is not  
14 enacted by June 30, 1997, the amount provided in this subsection shall  
15 lapse.))~~

16 **Sec. 102.** 1997 c 149 s 102 (uncodified) is amended to read as  
17 follows:

18 **FOR THE SENATE**

19	General Fund Appropriation (FY 1998)	. . . . . \$	((19,357,000))
20			<u>19,332,000</u>
21	General Fund Appropriation (FY 1999)	. . . . . \$	20,663,000
22	TOTAL APPROPRIATION	. . . . . \$	((40,020,000))
23			<u>39,995,000</u>

24 The appropriations in this section are subject to the following  
25 conditions and limitations:

26 (1) \$75,000 of the general fund fiscal year 1998 appropriation and  
27 \$75,000 of the general fund fiscal year 1999 appropriation are provided  
28 solely for the independent operations of the legislative ethics board.  
29 Expenditure decisions of the board, including employment of staff,  
30 shall be independent of the senate and house of representatives.

31 ~~((2) ((25,000 of the general fund fiscal year 1998 appropriation is  
32 provided solely to implement Substitute Senate Concurrent Resolution  
33 No. 8408 (water policy report). If the concurrent resolution is not  
34 enacted by June 30, 1997, the amount provided in this subsection shall  
35 lapse.~~

36 ~~((3))~~ \$100,000 of the general fund appropriation for fiscal year  
37 1998 is provided solely for a study of financial aid and tuition by the

1 senate committee on ways and means and the house of representatives  
2 committee on appropriations.

3 (a) The study shall report on the current usage and distribution of  
4 financial aid, investigate other resources available to financial aid  
5 recipients, and shall compare alternative methods of financial aid  
6 distribution and their impacts on the sectors of higher education and  
7 students served within each sector.

8 (b) The study shall also provide comparative data from other states  
9 on methods of establishing tuition rates and the relationship of  
10 tuition to state funding.

11 **Sec. 103.** 1997 c 454 s 101 (uncodified) is amended to read as  
12 follows:

13 **FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE**

14 General Fund Appropriation (FY 1998) . . . . .	\$((1,421,000))
15	<u>1,371,000</u>
16 General Fund Appropriation (FY 1999) . . . . .	\$ 1,425,000
17 TOTAL APPROPRIATION . . . . .	\$((2,846,000))
18	<u>2,796,000</u>

19 (~~The appropriations in this section are subject to the following~~  
20 ~~conditions and limitations: \$50,000 of the general fund appropriation~~  
21 ~~for fiscal year 1998 is provided solely to implement Substitute Senate~~  
22 ~~Bill No. 5071 (school district territory). If the bill is not enacted~~  
23 ~~by June 30, 1997, the amount provided in this subsection shall lapse.))~~

24 **Sec. 104.** 1997 c 149 s 110 (uncodified) is amended to read as  
25 follows:

26 **FOR THE COURT OF APPEALS**

27 General Fund Appropriation (FY 1998) . . . . .	\$((10,225,000))
28	<u>10,461,000</u>
29 General Fund Appropriation (FY 1999) . . . . .	\$((10,133,000))
30	<u>10,528,000</u>
31 TOTAL APPROPRIATION . . . . .	\$((20,358,000))
32	<u>20,989,000</u>

33 The appropriations in this section are subject to the following  
34 conditions and limitations:

1 (1) \$271,000 of the general fund fiscal year 1999 appropriation is  
2 provided solely for an additional judge position and related support  
3 staff in division I, effective July 1, 1998.

4 (2) \$490,000 of the general fund fiscal year 1998 appropriation is  
5 provided solely for remodeling existing space in division I court  
6 facilities to house additional staff.

7 **Sec. 105.** 1997 c 149 s 111 (uncodified) is amended to read as  
8 follows:

9 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

10	General Fund Appropriation (FY 1998)	. . . . .	\$	((652,000))
11				<u>692,000</u>
12	General Fund Appropriation (FY 1999)	. . . . .	\$	((653,000))
13				<u>714,000</u>
14	TOTAL APPROPRIATION	. . . . .	\$	((1,305,000))
15				<u>1,406,000</u>

16 **Sec. 106.** 1997 c 149 s 112 (uncodified) is amended to read as  
17 follows:

18 **FOR THE ADMINISTRATOR FOR THE COURTS**

19	General Fund Appropriation (FY 1998)	. . . . .	\$	12,723,000
20	General Fund Appropriation (FY 1999)	. . . . .	\$	( <del>12,595,000</del> )
21				<u>12,845,000</u>
22	Public Safety and Education Account			
23	Appropriation	. . . . .	\$	31,134,000
24	Judicial Information Systems Account			
25	Appropriation	. . . . .	\$	( <del>16,305,000</del> )
26				<u>17,489,000</u>
27	TOTAL APPROPRIATION	. . . . .	\$	( <del>72,757,000</del> )
28				<u>74,191,000</u>

29 The appropriations in this section are subject to the following  
30 conditions and limitations:

31 (1) Funding provided in the judicial information systems account  
32 appropriation shall be used for the operations and maintenance of  
33 technology systems that improve services provided by the supreme court,  
34 the court of appeals, the office of public defense, and the office of  
35 the administrator for the courts. \$400,000 of the judicial information  
36 systems account appropriation is provided solely for the year 2000 date  
37 conversion.

1 (2) No moneys appropriated in this section may be expended by the  
2 administrator for the courts for payments in excess of fifty percent of  
3 the employer contribution on behalf of superior courts judges for  
4 insurance and health care plans and federal social security and  
5 medicare and medical aid benefits. Consistent with Article IV, section  
6 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,  
7 it is the intent of the legislature that the cost of these employer  
8 contributions shall be shared equally between the state and county or  
9 counties in which the judges serve. The administrator for the courts  
10 shall continue to implement procedures for the collection and  
11 disbursement of these employer contributions.

12 (3) \$6,510,000 of the public safety and education account  
13 appropriation is provided solely for the continuation of treatment  
14 alternatives to street crimes (TASC) programs in Pierce, Snohomish,  
15 Clark, King, Spokane, and Yakima counties.

16 (4) \$125,000 of the public safety and education account  
17 appropriation is provided solely for the workload associated with the  
18 increase in state cases filed in Thurston county superior court.

19 (5) \$223,000 of the public safety and education account  
20 appropriation is provided solely for the gender and justice commission.

21 (6) \$308,000 of the public safety and education account  
22 appropriation is provided solely for the minority and justice  
23 commission.

24 (7) \$100,000 of the general fund fiscal year 1998 appropriation and  
25 \$100,000 of the general fund fiscal year 1999 appropriation are  
26 provided solely for judicial program enhancements. Within the funding  
27 provided in this subsection, the office of administrator of courts in  
28 consultation with the supreme court shall determine the program or  
29 programs to receive an enhancement.

30 (8) \$35,000 of the general fund fiscal year 1998 appropriation is  
31 provided solely for the implementation of Engrossed Substitute House  
32 Bill No. 1771 (guardian certification). If the bill is not enacted by  
33 June 30, 1997, the amount provided in this subsection shall lapse.

34 (9) \$100,000 of the general fund fiscal year 1998 appropriation is  
35 provided solely for the Snohomish county preprosecution diversion  
36 program.

37 **Sec. 107.** 1997 c 149 s 114 (uncodified) is amended to read as  
38 follows:

1 **FOR THE OFFICE OF THE GOVERNOR**

2	General Fund--State Appropriation (FY 1998) . . . . .	\$(( <del>5,047,000</del> ))
3		<u>5,068,000</u>
4	General Fund--State Appropriation (FY 1999) . . . . .	\$(( <del>4,963,000</del> ))
5		<u>5,020,000</u>
6	General Fund--Federal Appropriation . . . . .	\$ 188,000
7	Water Quality Account Appropriation . . . . .	\$ 700,000
8	TOTAL APPROPRIATION . . . . .	\$(( <del>10,898,000</del> ))
9		<u>10,976,000</u>

10 The appropriations in this section are subject to the following  
11 conditions and limitations:

12 (1) \$1,618,000 of the general fund--state appropriation for fiscal  
13 year 1998, \$1,520,000 of the general fund--state appropriation for  
14 fiscal year 1999, \$700,000 of the water quality account appropriation,  
15 and \$188,000 of the general fund--federal appropriation are provided  
16 solely for the implementation of the Puget Sound work plan and agency  
17 action items PSAT-01 through PSAT-06.

18 (2) \$12,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$13,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided for the state law enforcement medal of  
21 honor committee for the purposes of recognizing qualified law  
22 enforcement officers as provided by chapter 41.72 RCW.

23 **Sec. 108.** 1997 c 149 s 116 (uncodified) is amended to read as  
24 follows:

25 **FOR THE PUBLIC DISCLOSURE COMMISSION**

26	General Fund Appropriation (FY 1998) . . . . .	\$(( <del>1,457,000</del> ))
27		<u>1,568,000</u>
28	General Fund Appropriation (FY 1999) . . . . .	\$(( <del>1,206,000</del> ))
29		<u>1,262,000</u>
30	TOTAL APPROPRIATION . . . . .	\$(( <del>2,663,000</del> ))
31		<u>2,830,000</u>

32 The appropriations in this section are subject to the following  
33 conditions and limitations: \$306,000 of the general fund fiscal year  
34 1998 appropriation and \$72,000 of the general fund fiscal year 1999  
35 appropriation are provided solely for technology for customer service  
36 improvements.

1       **Sec. 109.** 1997 c 149 s 117 (uncodified) is amended to read as  
2 follows:

3 **FOR THE SECRETARY OF STATE**

4	General Fund Appropriation (FY 1998) . . . . .	\$(( <del>8,055,000</del> ))
5		<u>8,170,000</u>
6	General Fund Appropriation (FY 1999) . . . . .	\$(( <del>5,901,000</del> ))
7		<u>5,963,000</u>
8	Archives & Records Management Account--State	
9	Appropriation . . . . .	\$ 4,032,000
10	Archives & Records Management Account--Private/Local	
11	Appropriation . . . . .	\$ 2,553,000
12	Department of Personnel Service Account	
13	Appropriation . . . . .	\$ 663,000
14	TOTAL APPROPRIATION . . . . .	\$(( <del>21,204,000</del> ))
15		<u>21,381,000</u>

16       The appropriations in this section are subject to the following  
17 conditions and limitations:

18       (1) \$((~~2,355,000~~)) 2,455,000 of the general fund appropriation for  
19 fiscal year 1998 is provided solely to reimburse counties for the  
20 state's share of primary and general election costs and the costs of  
21 conducting mandatory recounts on state measures.

22       (2) \$2,011,000 of the general fund appropriation for fiscal year  
23 1998 and \$2,536,000 of the general fund appropriation for fiscal year  
24 1999 are provided solely for the verification of initiative and  
25 referendum petitions, maintenance of related voter registration  
26 records, and the publication and distribution of the voters and  
27 candidates pamphlet.

28       (3) \$99,000 of the general fund appropriation is provided solely  
29 for the state's participation in the United States census block  
30 boundary suggestion program.

31       (4) \$125,000 of the fiscal year 1998 general fund appropriation is  
32 provided solely for legal advertising of state measures under RCW  
33 29.27.072.

34       (5) \$45,000 of the general fund fiscal year 1998 appropriation is  
35 provided solely for an economic feasibility study of a state horse  
36 park.

37       (6) The election review section under chapter 29.60 RCW shall be  
38 administered in a manner consistent with Engrossed Senate Bill No. 5565  
39 (election procedures review).

1       (7) \$15,000 of the general fund appropriation for fiscal year 1998  
2 and \$62,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for administrative assistance and support to the  
4 Washington quality award council.

5       **Sec. 110.** 1997 c 454 s 102 (uncodified) is amended to read as  
6 follows:

7 **FOR THE GOVERNOR'S OFFICE OF INDIAN AFFAIRS**

8	General Fund Appropriation (FY 1998)	. . . . .	\$	((230,000))
9				<u>237,000</u>
10	General Fund Appropriation (FY 1999)	. . . . .	\$	((233,000))
11				<u>241,000</u>
12	TOTAL APPROPRIATION	. . . . .	\$	((463,000))
13				<u>478,000</u>

14       **Sec. 111.** 1997 c 149 s 120 (uncodified) is amended to read as  
15 follows:

16 **FOR THE STATE TREASURER**

17	State Treasurer's Service Account			
18	Appropriation	. . . . .	\$	((11,567,000))
19				<u>12,382,000</u>

20       **Sec. 112.** 1997 c 149 s 121 (uncodified) is amended to read as  
21 follows:

22 **FOR THE STATE AUDITOR**

23	General Fund Appropriation (FY 1998)	. . . . .	\$	678,000
24	General Fund Appropriation (FY 1999)	. . . . .	\$	678,000
25	State Auditing Services Revolving Account			
26	Appropriation	. . . . .	\$	((11,928,000))
27				<u>12,253,000</u>
28	TOTAL APPROPRIATION	. . . . .	\$	((13,284,000))
29				<u>13,609,000</u>

30       The appropriations in this section are subject to the following  
31 conditions and limitations:

32       (1) Audits of school districts by the division of municipal  
33 corporations shall include findings regarding the accuracy of: (a)  
34 Student enrollment data; and (b) the experience and education of the  
35 district's certified instructional staff, as reported to the  
36 superintendent of public instruction for allocation of state funding.

1       (2) The state auditor shall develop recommendations and curriculum  
2 for preventing instances of improper governmental actions as defined in  
3 chapter 42.20 RCW, the state whistleblower act. In developing these  
4 recommendations and curriculum, the state auditor shall involve the  
5 office of financial management, attorney general's office, executive  
6 ethics board, department of personnel, employee organizations, and  
7 other interested parties. These recommendations shall be submitted to  
8 the governor and the legislature by March 31, 1998.

9       (3) \$420,000 of the general fund appropriation for fiscal year 1998  
10 and \$420,000 of the general fund appropriation for fiscal year 1999 are  
11 provided solely for staff and related costs to audit special education  
12 programs that exhibit unusual rates of growth, extraordinarily high  
13 costs, or other characteristics requiring attention of the state safety  
14 net committee. The auditor shall consult with the superintendent of  
15 public instruction regarding training and other staffing assistance  
16 needed to provide expertise to the audit staff.

17       (~~(3)~~) (4) \$250,000 of the general fund fiscal year 1998  
18 appropriation and \$250,000 of the general fund fiscal year 1999  
19 appropriation are provided solely for the budget and reporting system  
20 (BARS) to improve the reporting of local government fiscal data.  
21 Audits of counties and cities by the division of municipal corporations  
22 shall include findings regarding the completeness, accuracy, and  
23 timeliness of BARS data reported to the state auditor's office.

24       (5) \$75,000 of the state auditing services revolving fund account  
25 appropriation is provided solely to implement Substitute Senate Bill  
26 No. 5308, passed during the 1997 legislative session.

27       (6) \$550,000 of the state auditing services revolving fund account  
28 appropriation is provided solely for the investigation of complaints of  
29 improper governmental action made by state employees.

30       **Sec. 113.** 1997 c 149 s 123 (uncodified) is amended to read as  
31 follows:

32 **FOR THE ATTORNEY GENERAL**

33	General Fund--State Appropriation (FY 1998) . . . . .	\$	4,361,000
34	General Fund--State Appropriation (FY 1999) . . . . .	\$	3,631,000
35	General Fund--Federal Appropriation . . . . .	\$	2,248,000
36	Public Safety and Education Account		
37	Appropriation . . . . .	\$	1,300,000
38	New Motor Vehicle Arbitration Account		

1	Appropriation . . . . .	\$ 1,094,000
2	Legal Services Revolving Account	
3	Appropriation . . . . .	( <del>\$125,008,000</del> )
4		<u>125,758,000</u>
5	TOTAL APPROPRIATION . . . . .	( <del>\$137,642,000</del> )
6		<u>138,392,000</u>

7 The appropriations in this section are subject to the following  
8 conditions and limitations:

9 (1) The attorney general shall report each fiscal year on actual  
10 legal services expenditures and actual attorney staffing levels for  
11 each agency receiving legal services. The report shall be submitted to  
12 the office of financial management and the fiscal committees of the  
13 senate and house of representatives no later than ninety days after the  
14 end of each fiscal year.

15 (2) The attorney general shall include, at a minimum, the following  
16 information with each bill sent to agencies receiving legal services:

17 (a) The number of hours and cost of attorney services provided during  
18 the billing period; (b) cost of support staff services provided during  
19 the billing period; (c) attorney general overhead and central support  
20 costs charged to the agency for the billing period; (d) direct legal  
21 costs, such as filing and docket fees, charged to the agency for the  
22 billing period; and (e) other costs charged to the agency for the  
23 billing period. The attorney general may, with approval of the office  
24 of financial management change its billing system to meet the needs of  
25 its user agencies.

26 (3) \$300,000 of the fiscal year 1998 general fund--state  
27 appropriation is provided for a comprehensive assessment of  
28 environmental and public health impacts and for other costs related to  
29 pursuing remedies for pollution in the Spokane river basin.

30 (4) \$640,000 of the fiscal year 1998 general fund--state  
31 appropriation and \$210,000 of the fiscal year 1999 general fund--state  
32 appropriation are provided solely to implement the supervision  
33 management and recidivist tracking program to allow the department of  
34 corrections and local law enforcement agencies to share information  
35 concerning the activities of offenders on community supervision. No  
36 information on any person may be entered into or retained in the  
37 program unless the person is under the jurisdiction of the department  
38 of corrections.

1       **Sec. 114.** 1997 c 454 s 103 (uncodified) is amended to read as  
2 follows:

3 **FOR THE DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC DEVELOPMENT**

4	General Fund--State Appropriation (FY 1998) . . . . .	\$(57,361,000)
5		<u>57,041,000</u>
6	General Fund--State Appropriation (FY 1999) . . . . .	\$(56,351,000)
7		<u>61,616,000</u>
8	General Fund--Federal Appropriation . . . . .	(\$155,278,000)
9		<u>164,000,000</u>
10	General Fund--Private/Local Appropriation . . . . .	\$ 6,903,000
11	Public Safety and Education Account	
12	Appropriation . . . . .	\$ 8,781,000
13	<u>Clean Washington Account Appropriation</u> . . . . .	<u>\$ 11,000</u>
14	Public Works Assistance Account	
15	Appropriation . . . . .	\$ 2,223,000
16	Building Code Council Account Appropriation . . . . .	\$(1,318,000)
17		<u>1,366,000</u>
18	Administrative Contingency Account	
19	Appropriation . . . . .	\$ 1,776,000
20	Low-Income Weatherization Assistance Account	
21	Appropriation . . . . .	\$ 923,000
22	Violence Reduction and Drug Enforcement Account	
23	Appropriation . . . . .	\$ 6,042,000
24	Manufactured Home Installation Training Account	
25	Appropriation . . . . .	\$ 250,000
26	Washington Housing Trust Account	
27	Appropriation . . . . .	\$(7,999,000)
28		<u>9,999,000</u>
29	Public Facility Construction Loan Revolving Account	
30	Appropriation . . . . .	\$ 515,000
31	TOTAL APPROPRIATION . . . . .	(\$305,720,000)
32		<u>321,698,000</u>

33       The appropriations in this section are subject to the following  
34 conditions and limitations:

35       (1) \$50,000 of the general fund--state appropriation for fiscal  
36 year 1999 shall be made available to the Washington state historical  
37 society to develop, in cooperation with the department of community,  
38 trade, and economic development state tourism office, a Lewis and Clark  
39 bicentennial interpretive infrastructure and tourism promotion plan.

1        (2) \$2,000,000 of the housing trust fund appropriation is provided  
2 solely for the implementation of Z-1221/98 (temporary worker housing)  
3 or substantially similar legislation. If the bill is not enacted by  
4 July 1, 1998, this appropriation shall lapse.

5        (3) \$((3,282,500)) 2,962,500 of the general fund--state  
6 appropriation for fiscal year 1998 and \$((3,282,500)) 3,602,500 of the  
7 general fund--state appropriation for fiscal year 1999 are provided  
8 solely for a contract with the Washington technology center. For work  
9 essential to the mission of the Washington technology center and  
10 conducted in partnership with universities, the center shall not pay  
11 any increased indirect rate nor increases in other indirect charges  
12 above the absolute amount paid during the 1995-97 biennium.

13        ((+2)) (4) \$155,000 of the general fund--state appropriation for  
14 fiscal year 1998 and \$((+155,000)) 445,000 of the general fund--state  
15 appropriation for fiscal year 1999 are provided solely for a contract  
16 with the Washington manufacturing extension partnership.

17        ((+3)) (5) \$9,964,000 of the general fund--federal appropriation  
18 is provided solely for the drug control and system improvement formula  
19 grant program, to be distributed in state fiscal year 1998 as follows:

20        (a) \$3,603,250 to local units of governments to continue the multi-  
21 jurisdictional narcotics task forces;

22        (b) \$500,000 to the department to continue the state-wide drug  
23 prosecution assistance program in support of multijurisdictional  
24 narcotics task forces;

25        (c) \$1,306,075 to the Washington state patrol for coordination,  
26 investigative, and supervisory support to the multijurisdictional  
27 narcotics task forces and for methamphetamine education and response;

28        (d) \$240,000 to the department for grants to support tribal law  
29 enforcement needs;

30        (e) \$900,000 to drug courts in eastern and western Washington;

31        (f) \$300,000 to the department for grants to provide sentencing  
32 alternatives training programs to defenders;

33        (g) \$200,000 for grants to support substance-abuse treatment in  
34 county jails;

35        (h) \$517,075 to the department for legal advocacy for victims of  
36 domestic violence and for training of local law enforcement officers  
37 and prosecutors on domestic violence laws and procedures;

38        (i) \$903,000 to the department to continue youth violence  
39 prevention and intervention projects;

- 1 (j) \$91,000 for the governor's council on substance abuse;  
2 (k) \$99,000 for program evaluation and monitoring;  
3 (l) \$100,000 for the department of corrections for a feasibility  
4 study of replacing or updating the offender based tracking system.  
5 (m) \$498,200 for development of a state-wide system to track  
6 criminal history records; and  
7 (n) No more than \$706,400 to the department for grant  
8 administration and reporting.

9 These amounts represent the maximum Byrne grant expenditure  
10 authority for each program. No program may expend Byrne grant funds in  
11 excess of the amounts provided in this section. If moneys in excess of  
12 those appropriated in this section become available, whether from prior  
13 or current fiscal year Byrne grant distributions, the department shall  
14 hold these moneys in reserve and may not expend them without a specific  
15 appropriation. These moneys shall be carried forward and applied to  
16 the pool of moneys available for appropriation for programs and  
17 projects in the succeeding fiscal year. As part of its budget request  
18 for the succeeding fiscal year, the department shall estimate and  
19 request authority to spend any funds remaining in reserve as a result  
20 of this subsection.

21 ~~((4))~~ (6) \$11,714,000 of the general fund--federal appropriation  
22 is provided solely, for the drug control and system improvement formula  
23 grant program, to be distributed in state fiscal year 1999 as follows:

24 (a) \$3,878,250 to local units of government to continue  
25 multijurisdictional narcotics task forces;

26 (b) \$531,000 to the department to continue the drug prosecution  
27 assistance program in support of multijurisdictional narcotics task  
28 forces;

29 (c) \$1,363,075 to the Washington state patrol for coordination,  
30 investigative, and supervisory support to the multijurisdictional  
31 narcotics task forces and for methamphetamine education and response;

32 (d) \$256,000 to the department for grants to support tribal law  
33 enforcement needs;

34 (e) \$996,000 to drug courts in eastern and western Washington;

35 (f) \$312,000 to the department for grants assisting in the  
36 development, conduct, and training on sentencing alternatives;

37 (g) \$261,000 to the department to continue a substance-abuse  
38 treatment in jails program, to test the effect of treatment on future  
39 criminal behavior;

1 (h) \$581,075 to the department to continue domestic violence legal  
2 advocacy;

3 (i) \$949,000 to the department to continue youth violence  
4 prevention and intervention projects;

5 (j) \$91,000 to the department to continue the governor's council on  
6 substance abuse;

7 (k) \$99,000 to the department to continue evaluation of Byrne  
8 formula grant programs;

9 (l) \$1,496,200 to the office of financial management for the  
10 criminal history records improvement program; and

11 (m) \$901,400 to the department for required grant administration,  
12 monitoring and reporting on Byrne formula grant programs.

13 These amounts represent the maximum Byrne grant expenditure  
14 authority for each program. No program may expend Byrne grant funds in  
15 excess of the amounts provided in this section. If moneys in excess of  
16 those appropriated in this section become available, whether from prior  
17 or current fiscal year Byrne grant distributions, the department shall  
18 hold these moneys in reserve and may not expend them without specific  
19 appropriation. These moneys shall be carried forward and applied to  
20 the pool of moneys available for appropriation for programs and  
21 projects in the succeeding fiscal year. As part of its budget request  
22 for the succeeding year, the department shall estimate and request  
23 authority to spend any funds remaining in reserve as a result of this  
24 subsection.

25 (7) \$1,000,000 of the general fund fiscal year 1998 appropriation  
26 and \$1,000,000 of the general fund fiscal year 1999 appropriation are  
27 provided solely to implement Engrossed Substitute House Bill No. 1576  
28 (buildable lands) or Senate Bill No. 6094 (growth management). If  
29 neither bill is enacted by June 30, 1997, the amounts provided in this  
30 subsection shall lapse.

31 ((+5)) (8) \$4,800,000 of the public safety and education account  
32 appropriation, \$1,000,000 of the fiscal year 1998 general fund--state  
33 appropriation, and \$1,000,000 of the fiscal year 1999 general fund--  
34 state appropriation are provided solely for indigent civil legal  
35 representation services contracts and contracts administration. The  
36 amounts provided in this subsection are contingent upon enactment of  
37 section 2 of Engrossed Substitute House Bill No. 2276 (civil legal  
38 services for indigent persons). If section 2 of the bill is not

1 enacted by June 30, 1997, the amount provided in this subsection shall  
2 lapse.

3 ~~((+6+))~~ (9) \$643,000 of the general fund--state fiscal year 1998  
4 appropriation and \$643,000 of the general fund--state fiscal year 1999  
5 appropriation are provided solely to increase payment rates for  
6 contracted early childhood education assistance program providers. It  
7 is the legislature's intent that these amounts shall be used primarily  
8 to increase compensation for persons employed in direct, front-line  
9 service delivery.

10 ~~((+7+))~~ (10) \$75,000 of the general fund--state fiscal year 1998  
11 appropriation and \$75,000 of the general fund--state fiscal year 1999  
12 appropriation are provided solely as a grant for the community  
13 connections program in Walla Walla county.

14 ~~((+8+))~~ (11) \$300,000 of the general fund--state fiscal year 1998  
15 appropriation and \$300,000 of the general fund--state fiscal year 1999  
16 appropriation are provided solely to contract with the Washington state  
17 association of court-appointed special advocates/guardians ad litem  
18 (CASA/GAL) to establish pilot programs in three counties to recruit  
19 additional community volunteers to represent the interests of children  
20 in dependency proceedings. Of this amount, a maximum of \$30,000 shall  
21 be used by the department to contract for an evaluation of the  
22 effectiveness of CASA/GAL in improving outcomes for dependent children.  
23 The evaluation shall address the cost-effectiveness of CASA/GAL and to  
24 the extent possible, identify savings in other programs of the state  
25 budget where the savings resulted from the efforts of the CASA/GAL  
26 volunteers. The department shall report to the governor and  
27 legislature by October 15, 1998.

28 ~~((+9+))~~ (12) \$75,000 of the general fund--state appropriation for  
29 fiscal year 1999 is provided solely for state sponsorship of the "BIO  
30 99" international biotechnology conference and exhibition in the  
31 Seattle area in 1999.

32 ~~((+10+))~~ (13) \$698,000 of the general fund--state appropriation for  
33 fiscal year 1998, \$697,000 of the general fund--state appropriation for  
34 fiscal year 1999, and \$1,101,000 of the administrative contingency  
35 account appropriation are provided solely for contracting with  
36 associate development organizations.

37 ~~((+11+))~~ (14) \$50,000 of the general fund--state appropriation for  
38 fiscal year 1998 and \$50,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely to expand the long-term care  
2 ombudsman program.

3 ~~((12))~~ (15) \$60,000 of the general fund--state appropriation for  
4 fiscal year 1998 and \$60,000 of the general fund--state appropriation  
5 for fiscal year 1999 are provided solely for implementation of the  
6 Puget Sound work plan action item DCTED-01.

7 ~~((13))~~ (16) \$20,000 of the general fund--state appropriation for  
8 fiscal year 1998 is provided solely for a task force on tourism  
9 promotion and development. The task force shall report to the  
10 legislature on its findings and recommendations by January 31, 1998.

11 ~~((14))~~ (17) \$61,000 of the general fund--state appropriation for  
12 fiscal year 1998 and \$60,000 of the general fund--state appropriation  
13 for fiscal year 1999 are provided solely for the pacific northwest  
14 economic region (PNWER).

15 ~~((15))~~ (18) \$123,000 of the general fund--state appropriation for  
16 fiscal year 1998 and \$124,000 of the general fund--state appropriation  
17 for fiscal year 1999 are provided solely for the community development  
18 finance program.

19 ~~((16))~~ (19) Within the appropriations provided in this section,  
20 the department shall conduct a study of possible financial incentives  
21 to assist in revitalization of commercial areas and report its findings  
22 and recommendations to the appropriate committees of the legislature by  
23 November 15, 1997.

24 (20) \$579,000 of the general fund--state appropriation for fiscal  
25 year 1999 is provided solely for the department to participate with the  
26 departments of ecology, health, and fish and wildlife in watershed  
27 teams to support local watershed planning efforts integrating water  
28 quantity, water quality, and fish habitat issues.

29 **Sec. 115.** 1997 c 454 s 104 (uncodified) is amended to read as  
30 follows:

31 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

32	General Fund--State Appropriation (FY 1998) . . . . .	\$	10,530,000
33	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>(10,253,000)</del>
34			<u>10,583,000</u>
35	General Fund--Federal Appropriation . . . . .	\$	23,331,000
36	<u>Department of Retirement Systems Expense Account</u>		
37	<u>Appropriation</u> . . . . .	\$	<u>250,000</u>
38	TOTAL APPROPRIATION . . . . .	\$	<del>(44,114,000)</del>

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The appropriations in this section are subject to the following conditions and limitations: The department of retirement systems expense account appropriation is provided solely to hire contracted actuarial services to support the administration of the Washington state retirement systems.

**Sec. 116.** 1997 c 149 s 129 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF PERSONNEL**

General Fund Appropriation (FY 1999) . . . . .	\$	<u>30,000</u>
Department of Personnel Service Account		
Appropriation . . . . .	\$	<del>(16,493,000)</del>
		<u>16,563,000</u>
Higher Education Personnel Services Account		
Appropriation . . . . .	\$	1,632,000
TOTAL APPROPRIATION . . . . .	\$	<del>(18,125,000)</del>
		<u>18,225,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) The department shall reduce its charge for personnel services to the lowest rate possible.

(2) \$32,000 of the department of personnel service fund appropriation is provided solely for the creation, printing, and distribution of the personal benefits statement for state employees.

(3) The department of personnel service account appropriation contains sufficient funds to continue the employee exchange program with the Hyogo prefecture in Japan.

(4) \$500,000 of the department of personnel service account appropriation is provided solely for the career transition program to assist state employees who are separated or are at risk of lay-off due to reduction-in-force. Services shall include employee retraining and career counseling.

(5) \$800,000 of the department of personnel service account appropriation is provided solely for the human resource data warehouse to: Expand the type and amount of information available on the state-wide work force; and to provide the office of financial management, legislature, and state agencies with direct access to the data for

1 policy and planning purposes. The department of personnel shall  
2 establish uniform reporting procedures, applicable to all state  
3 agencies and higher education institutions, for reporting data to the  
4 data warehouse by June 30, 1998. The department of personnel will  
5 report quarterly to the legislative fiscal committees, the office of  
6 financial management, the information services board, and the office of  
7 information technology oversight of the department of information  
8 services the following items: (a) The number of state agencies that  
9 have received access to the data warehouse (it is anticipated that  
10 approximately 40 agencies will receive access during the 1997-99  
11 biennium); (b) the change in requests for downloads from the mainframe  
12 computer by agencies with access to the data warehouse, to reflect  
13 transferring customers use of the mainframe computer to the more  
14 economical use of data warehouse information; and (c) a summary of  
15 customer feedback from agencies with access to the data warehouse.  
16 Authority to expend this amount is conditioned on compliance with  
17 section 902 of this act.

18 (6) The department of personnel has the authority to charge  
19 agencies for expenses associated with converting its payroll/personnel  
20 computer system to accommodate the year 2000 date change. Funding to  
21 cover these expenses shall be realized from the agency FICA savings  
22 associated with the pretax benefits contributions plan.

23 (7) The department of personnel shall charge all administrative  
24 services costs incurred by the department of retirement systems for the  
25 deferred compensation program. The billings to the department of  
26 retirement systems shall be for actual costs only.

27 **Sec. 117.** 1997 c 149 s 134 (uncodified) is amended to read as  
28 follows:

29 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS**

30 Dependent Care Administrative Account

31 Appropriation . . . . . \$ 357,000

32 Department of Retirement Systems Expense Account

33 Appropriation . . . . . \$(31,415,000)

34 35,345,000

35 TOTAL APPROPRIATION . . . . . \$(31,772,000)

36 35,702,000

37 The appropriations in this section are subject to the following  
38 conditions and limitations:

1 (1) \$1,373,000 of the department of retirement systems expense  
2 account appropriation is provided solely for the information systems  
3 project known as the electronic document image management system.  
4 Authority to expend this amount is conditioned on compliance with  
5 section 902 of this act.

6 (2) \$1,259,000 of the department of retirement systems expense  
7 account appropriation is provided solely for the information systems  
8 project known as the receivables management system. Authority to  
9 expend this amount is conditioned on compliance with section 902 of  
10 this act.

11 (3) The department of retirement systems shall complete a study  
12 examining whether it would be cost-effective to contract out the  
13 administration functions for the dependent care assistance program and  
14 shall report to the fiscal committees of the legislature by December  
15 15, 1997.

16 (4) \$3,859,000 of the department of retirement systems expense  
17 account appropriation is provided solely for the relocation of the  
18 staff and facilities of the agency.

19 **Sec. 118.** 1997 c 149 s 136 (uncodified) is amended to read as  
20 follows:

21 **FOR THE DEPARTMENT OF REVENUE**

22	General Fund Appropriation (FY 1998)	. . . . . \$	65,033,000
23	General Fund Appropriation (FY 1999)	. . . . . \$	((65,320,000))
24			<u>65,451,000</u>
25	Timber Tax Distribution Account		
26	Appropriation . . . . .	. . . . . \$	4,778,000
27	Waste Reduction/Recycling/Litter Control		
28	Appropriation . . . . .	. . . . . \$	100,000
29	State Toxics Control Account Appropriation . . . . .	\$	67,000
30	Solid Waste Management Account		
31	Appropriation . . . . .	. . . . . \$	92,000
32	Oil Spill Administration Account		
33	Appropriation . . . . .	. . . . . \$	14,000
34	TOTAL APPROPRIATION . . . . .	\$	((135,404,000))
35			<u>135,535,000</u>

36 The appropriations in this section are subject to the following  
37 conditions and limitations:

1 (1) \$1,540,000 of the general fund appropriation for fiscal year  
 2 1998 and \$1,710,000 of the general fund appropriation for fiscal year  
 3 1999 are provided solely for senior citizen property tax deferral  
 4 distribution.

5 (2) Within the amounts appropriated in this section the department  
 6 shall conduct a study identifying the impacts of exempting all  
 7 shellfish species from the tax imposed on enhanced food fish under  
 8 chapter 82.27 RCW. The study shall include an estimate of the fiscal  
 9 impacts to state revenues as well as an examination of how such an  
 10 exemption would impact shellfish-based industries and communities where  
 11 shellfish-based industries are located. The department shall complete  
 12 this study and report its findings to the legislature by December 1,  
 13 1997.

14 **Sec. 119.** 1997 c 149 s 140 (uncodified) is amended to read as  
 15 follows:

16 **FOR THE DEPARTMENT OF GENERAL ADMINISTRATION**

17	General Fund--State Appropriation (FY 1998) . . . \$	<del>((1,302,000))</del>
18		<u>1,332,000</u>
19	General Fund--State Appropriation (FY 1999) . . . \$	1,278,000
20	General Fund--Federal Appropriation . . . . . \$	2,402,000
21	General Fund--Private/Local Appropriation . . . . . \$	400,000
22	Motor Transport Account Appropriation . . . . . \$	14,120,000
23	Air Pollution Control Account Appropriation . . . \$	391,000
24	General Administration Facilities and Services	
25	Revolving Account Appropriation . . . . . \$	22,299,000
26	Central Stores Revolving Account	
27	Appropriation . . . . . \$	3,306,000
28	Energy Efficiency Services Account	
29	Appropriation . . . . . \$	180,000
30	Risk Management Account Appropriation . . . . . \$	2,328,000
31	TOTAL APPROPRIATION . . . . . \$	<del>((48,006,000))</del>
32		<u>48,036,000</u>

33 The appropriations in this section are subject to the following  
 34 conditions and limitations:

35 (1) \$1,200,000 of the general fund--state appropriation for fiscal  
 36 year 1998 and \$1,200,000 of the general fund--state appropriation for  
 37 fiscal year 1999 are provided solely for the purchase of food for

1 distribution to the state's food assistance network and related  
2 expenses.

3 (2) \$25,000 of the general fund--state appropriation for fiscal  
4 year 1998 is provided solely for the World War II memorial on the  
5 condition that the currently approved design for the World War II  
6 memorial be sited on the location selected by the World War II advisory  
7 committee and approved and recommended by the capitol campus design  
8 advisory committee. This site is immediately south of the Columbia  
9 street and 11th avenue axial on the west capitol campus.

10 (3) Except for the World War II memorial, no additional monuments  
11 may be placed on the capitol campus until the completion of the capitol  
12 campus monuments and memorial policy by the department of general  
13 administration, adoption of the policy by the state capitol committee,  
14 and inclusion of the policy in the department of general  
15 administration's administrative code.

16 (4) The department shall not purchase any travel product for any  
17 state employee or state official from a vendor who is not a Washington-  
18 based seller of travel licensed under chapter 19.138 RCW.

19 (5) The department shall study the state motor pool vehicle fleet  
20 to develop a plan for meeting and exceeding the minimum vehicle mileage  
21 standards established by the federal government. The department shall  
22 report its findings and conclusions to the appropriate legislative  
23 committees by December 1, 1997.

24 (6) The department shall sell or contract for sale all surplus  
25 motor pool fleet vehicles and shall, when cost effective, contract out  
26 for the reconditioning, transport, and delivery of the vehicles prior  
27 to their sale at auction.

28 (7) \$30,000 of the general fund--state appropriation for fiscal  
29 year 1998 is provided to the department of general administration to  
30 conduct a study to inventory and identify alternatives on how to manage  
31 future state office and facility needs in Thurston county. The  
32 department shall consult with effected agencies and private sector  
33 representatives in the conduct of the study. The study shall also  
34 assess the use of technology and other management techniques to control  
35 space needs. The department shall report its findings to the office of  
36 financial management and legislative fiscal committees by June 30,  
37 1998.

38 (8) If Z-0963/98, consolidating the operating funding structure of  
39 the department of general administration or substantially similar

1 legislation, is enacted by June 30, 1998, the fund balances in the  
2 motor transport account appropriation, general administration  
3 facilities and services revolving account appropriation, the central  
4 stores revolving account appropriation, and the risk management account  
5 appropriation shall be transferred to the general administration  
6 services account.

7 **Sec. 120.** 1997 c 149 s 142 (uncodified) is amended to read as  
8 follows:

9 **FOR THE INSURANCE COMMISSIONER**

10	General Fund--Federal Appropriation . . . . .	\$	106,000
11	Insurance Commissioners Regulatory Account		
12	Appropriation . . . . .	\$	((22,431,000))
13			<u>22,225,000</u>
14	TOTAL APPROPRIATION . . . . .	\$	((22,537,000))
15			<u>22,331,000</u>

16 The appropriations in this section are subject to the following  
17 conditions and limitations:

18 (1) \$532,000 of the insurance commissioner's regulatory account  
19 appropriation is provided solely for the expenditure of funds received  
20 under the consent order with the Prudential insurance company. These  
21 funds are provided solely for implementing the Prudential remediation  
22 process and for examinations of the Prudential company.

23 ~~(2) ((\$206,000 of the insurance commissioner's regulatory account~~  
24 ~~appropriation is provided solely to implement Substitute House Bill No.~~  
25 ~~1387 (basic health plan benefits). If the bill is not enacted by June~~  
26 ~~30, 1997, the amount provided in this subsection shall lapse.~~

27 ~~(3))~~ \$298,000 of the insurance commissioner's regulatory account  
28 appropriation is provided solely for technology improvements that will  
29 support the electronic filing of insurance rates and contracts and  
30 enable regulators and the industry to share information about licensed  
31 agents to protect the public from fraudulent sales practices.

32 **Sec. 121.** 1997 c 149 s 143 (uncodified) is amended to read as  
33 follows:

34 **FOR THE BOARD OF ACCOUNTANCY**

35	Certified Public Accountants' Account		
36	Appropriation . . . . .	\$	((978,000))
37			<u>1,135,000</u>

1 The appropriation in this section is subject to the following  
2 conditions and limitations: \$22,000 of the certified public  
3 accountants' account appropriation is provided solely for the  
4 implementation of Engrossed House Bill No. 3901 (implementing welfare  
5 reform). If the bill is not enacted by June 30, 1997, the amount  
6 provided shall lapse.

7 **Sec. 122.** 1997 c 149 s 146 (uncodified) is amended to read as  
8 follows:

9 **FOR THE LIQUOR CONTROL BOARD**

10	General Fund Appropriation (FY 1998) . . . . .	\$	1,603,000
11	General Fund Appropriation (FY 1999) . . . . .	\$	1,242,000
12	Liquor Control Board Construction and Maintenance		
13	Account Appropriation . . . . .	\$	<del>((9,919,000))</del>
14			<u>9,925,000</u>
15	Liquor Revolving Account Appropriation . . . . .	\$	<del>((121,391,000))</del>
16			<u>122,806,000</u>
17	TOTAL APPROPRIATION . . . . .	\$	<del>((134,155,000))</del>
18			<u>135,576,000</u>

19 The appropriations in this section are subject to the following  
20 conditions and limitations:

21 (1) \$1,250,000 of the liquor revolving account appropriation is  
22 provided solely for the agency information technology upgrade. This  
23 item is conditioned on satisfying the requirements of section 902 of  
24 this act, including the development of a project management plan, a  
25 project schedule, a project budget, a project agreement, and  
26 incremental funding based on completion of key milestones.

27 (2) \$1,603,000 of the general fund fiscal year 1998 appropriation  
28 and \$1,242,000 of the general fund fiscal year 1999 appropriation are  
29 provided solely to implement Substitute Senate Bill No. 6084 or  
30 Engrossed Substitute House Bill No. 2272 (transferring enforcement  
31 provisions regarding cigarette and tobacco taxes to the liquor control  
32 board). If neither bill is enacted by June 30, 1997, the amounts  
33 provided in this subsection shall lapse.

34 (3) \$459,000 of the liquor revolving account appropriation is  
35 provided solely for implementation of Substitute Senate Bill No. 5664  
36 (credit and debit cards purchases in state liquor stores). If the bill  
37 is not enacted by June 30, 1997, the amount provided in this subsection  
38 shall lapse.

1 (4) \$154,000 of the liquor revolving account appropriation is  
2 provided solely for the implementation of Engrossed House Bill No. 3901  
3 (implementing welfare reform). If the bill is not enacted by June 30,  
4 1997, the amount provided in this subsection shall lapse.

5 (5) \$944,000 of the liquor revolving account appropriation is  
6 provided solely for the increase in vendor commissions due to the  
7 higher than expected growth in sales volume.

8 **Sec. 123.** 1997 c 454 s 105 (uncodified) is amended to read as  
9 follows:

10 **FOR THE MILITARY DEPARTMENT**

11	General Fund--State Appropriation (FY 1998) . . . . .	\$((8,151,000))
12		<u>8,682,000</u>
13	General Fund--State Appropriation (FY 1999) . . . . .	\$((8,154,000))
14		<u>8,262,000</u>
15	General Fund--Federal Appropriation . . . . .	\$ 34,314,000
16	General Fund--Private/Local Appropriation . . . . .	\$ 238,000
17	Flood Control Assistance Account Appropriation . . .	\$ 3,000,000
18	Enhanced 911 Account Appropriation . . . . .	\$ 26,782,000
19	Disaster Response Account--State Appropriation . . .	\$((23,977,000))
20		<u>24,342,000</u>
21	Disaster Response Account--Federal Appropriation . .	\$((95,419,000))
22		<u>95,724,000</u>
23	TOTAL APPROPRIATION . . . . .	(\$200,035,000)
24		<u>201,344,000</u>

25 The appropriations in this section are subject to the following  
26 conditions and limitations:

27 (1) \$365,000 of the general fund--state appropriation for fiscal  
28 year 1998, \$3,000,000 of the flood control assistance account  
29 appropriation, and \$6,197,000 of the general fund--federal  
30 appropriation are provided solely for deposit in the disaster response  
31 account to cover costs pursuant to subsection (2) of this section.

32 (2) \$23,977,000 of the disaster response account--state  
33 appropriation is provided solely for the state share of response and  
34 recovery costs associated with federal emergency management agency  
35 (FEMA) disaster number 1079 (November/December 1995 storms), FEMA  
36 disaster 1100 (February 1996 floods), FEMA disaster 1152 (November 1996  
37 ice storm), FEMA disaster 1159 (December 1996 holiday storm), FEMA  
38 disaster 1172 (March 1997 floods) and to assist local governmental

1 entities with the matching funds necessary to earn FEMA funds for FEMA  
2 disaster 1100 (February 1996 floods). \$356,000 of the disaster  
3 response account--state appropriation is provided solely for fire  
4 mobilization costs. \$9,000 of the disaster response account--state  
5 appropriation is provided solely for costs associated with FEMA  
6 disaster 1182 (Pend Oreille county 1997 spring flood).

7 (3) \$100,000 of the general fund--state fiscal year 1998  
8 appropriation and \$100,000 of the general fund--state fiscal year 1999  
9 appropriation are provided solely for the implementation of a  
10 conditional scholarship program pursuant to chapter 28B.103 RCW.

11 (4) \$35,000 of the general fund--state fiscal year 1998  
12 appropriation and \$35,000 of the general fund--state fiscal year 1999  
13 appropriation are provided solely for the north county emergency  
14 medical service.

15 **Sec. 124.** 1997 c 149 s 152 (uncodified) is amended to read as  
16 follows:

17 **FOR THE STATE CONVENTION AND TRADE CENTER**

18 State Convention and Trade Center Operating Account

19 Appropriation . . . . . \$ ((27,175,000))  
20 27,394,000

21 (End of part)

PART II  
HUMAN SERVICES

NEW SECTION. **Sec. 201.** A new section is added to 1997 c 149 (uncodified) to read as follows:

The appropriations in sections 201 through 212 of this act shall be expended for the programs and in the amounts listed. However, after May 1, 1998, unless specifically prohibited by this act, the department may transfer moneys among programs after approval by the director of financial management. The director of financial management shall notify the appropriate fiscal committees of the senate and house of representatives in writing prior to approving any deviations from the appropriation levels.

**Sec. 202.** 1997 c 454 s 202 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY SERVICES PROGRAM**

General Fund--State Appropriation (FY 1998) . . . . .	(\$196,437,000))
	<u>203,077,000</u>
General Fund--State Appropriation (FY 1999) . . . . .	(\$208,861,000))
	<u>212,005,000</u>
General Fund--Federal Appropriation . . . . .	(\$252,269,000))
	<u>241,882,000</u>
General Fund--Private/Local Appropriation . . . . .	\$ 400,000
Violence Reduction and Drug Enforcement Account Appropriation . . . . .	\$((4,230,000))
	<u>4,332,000</u>
TOTAL APPROPRIATION . . . . .	(\$662,197,000))
	<u>661,696,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$16,510,000 of the general fund--state appropriation for fiscal year 1998 and \$17,508,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for purposes consistent with the maintenance of effort requirements under the federal temporary assistance for needy families program established under P.L. 104-193.

1 (2) \$837,000 of the violence reduction and drug enforcement account  
2 appropriation and \$7,228,000 of the general fund--federal appropriation  
3 are provided solely for the operation of the family policy council, the  
4 community public health and safety networks, and delivery of services  
5 authorized under the federal family preservation and support act.  
6 Within the funds provided, the family policy council shall contract for  
7 an evaluation of the community networks with the institute for public  
8 policy and shall provide for audits of ten networks. Within the funds  
9 provided, the family policy council may build and maintain a geographic  
10 information system database tied to community network geography.

11 (3) \$577,000 of the general fund--state fiscal year 1998  
12 appropriation and \$577,000 of the general fund--state fiscal year 1999  
13 appropriation are provided solely to contract for the operation of one  
14 pediatric interim care facility. The facility shall provide  
15 residential care for up to twelve children through two years of age.  
16 Seventy-five percent of the children served by the facility must be in  
17 need of special care as a result of substance abuse by their mothers.  
18 The facility also shall provide on-site training to biological,  
19 adoptive, or foster parents. The facility shall provide at least three  
20 months of consultation and support to parents accepting placement of  
21 children from the facility. The facility may recruit new and current  
22 foster and adoptive parents for infants served by the facility. The  
23 department shall not require case management as a condition of the  
24 contract.

25 (4) \$481,000 of the general fund--state fiscal year 1998  
26 appropriation and \$481,000 of the general fund--state fiscal year 1999  
27 appropriation are provided solely for up to three nonfacility-based  
28 programs for the training, consultation, support, and recruitment of  
29 biological, foster, and adoptive parents of children through age three  
30 in need of special care as a result of substance abuse by their  
31 mothers, except that each program may serve up to three medically  
32 fragile nonsubstance-abuse-affected children. In selecting  
33 nonfacility-based programs, preference shall be given to programs whose  
34 federal or private funding sources have expired or that have  
35 successfully performed under the existing pediatric interim care  
36 program.

37 (5) \$640,000 of the general fund--state appropriation for fiscal  
38 year 1998 and \$640,000 of the general fund--state appropriation for  
39 fiscal year 1999 are provided solely to fund Second Substitute Senate

1 Bill No. 5710 (juvenile care and treatment), including section 2 of the  
2 bill. Amounts provided in this subsection to implement Second  
3 Substitute Senate Bill No. 5710 must be used to serve families who are  
4 screened from the child protective services risk assessment process.  
5 Services shall be provided through contracts with community-based  
6 organizations. If neither bill is enacted by June 30, 1997, the  
7 amounts provided in this subsection shall lapse.

8 (6) \$594,000 of the general fund--state appropriation for fiscal  
9 year 1998, \$556,000 of the general fund--state appropriation for fiscal  
10 year 1999, and \$290,000 of the general fund--federal appropriation are  
11 provided solely to fund the provisions of Engrossed Second Substitute  
12 House Bill No. 2046 (foster parent liaison). The department shall  
13 establish a foster parent liaison in each department of social and  
14 health services region of the state and contract with a private  
15 provider to implement a recruitment and retention program for foster  
16 parents and adoptive families. The department shall provide a minimum  
17 of two hundred additional adoptive and foster home placements by June  
18 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in  
19 this subsection shall lapse.

20 (7) \$433,000 of the fiscal year 1998 general fund--state  
21 appropriation, \$395,000 of the fiscal year 1999 general fund--state  
22 appropriation, and \$894,000 of the general fund--federal appropriation  
23 are provided solely to increase the rate paid to private child-placing  
24 agencies.

25 (8) \$580,000 of the general fund--state appropriation for fiscal  
26 year 1998 and \$580,000 of the general fund--state appropriation for  
27 fiscal year 1999 are provided solely for development and expansion of  
28 child care training requirements and optional training programs. The  
29 department shall adopt rules to require annual training in early  
30 childhood development of all directors, supervisors, and lead staff at  
31 child care facilities. Directors, supervisors, and lead staff at child  
32 care facilities include persons licensed as family child care  
33 providers, and persons employed at child care centers or school age  
34 child care centers. The department shall establish a program to fund  
35 scholarships and grants to assist persons in meeting these training  
36 requirements. The department shall also develop criteria for approving  
37 training programs and establish a system for tracking who has received  
38 the required level of training. In adopting rules, developing  
39 curricula, setting up systems, and administering scholarship programs,

1 the department shall consult with the child care coordinating committee  
2 and other community stakeholders.

3 (9) The department shall provide a report to the legislature by  
4 November 1997 on the growth in additional rates paid to foster parents  
5 beyond the basic monthly rate. This report shall explain why  
6 exceptional, personal, and special rates are being paid for an  
7 increasing number of children and why the amount paid for these rates  
8 per child has risen in recent years. This report must also recommend  
9 methods by which the legislature may improve the current foster parent  
10 compensation system, allow for some method of controlling the growth in  
11 costs per case, and improve the department's and the legislature's  
12 ability to forecast the program's needs in future years.

13 (10) \$100,000 of the general fund--state appropriation for fiscal  
14 year 1998 and \$100,000 of the general fund--state appropriation for  
15 fiscal year 1999 are provided solely for legal costs associated with  
16 the defense of vendors operating a secure treatment facility, for  
17 actions arising from the good faith performance of treatment services  
18 for behavioral difficulties or needs.

19 (11) \$2,745,000 of the fiscal year 1998 general fund--state  
20 appropriation, \$2,745,000 of the fiscal year 1999 general fund--state  
21 appropriation, and \$1,944,000 of the general fund--federal  
22 appropriation are provided solely for the category of services titled  
23 "intensive family preservation services."

24 (12) \$2,200,000 of the fiscal year 1998 general fund--state  
25 appropriation and \$2,200,000 of the fiscal year 1999 general fund--  
26 state appropriation are provided solely to continue existing continuum  
27 of care and street youth projects.

28 (13) \$1,456,000 of the general fund--state appropriation for fiscal  
29 year 1998, \$1,474,000 of the general fund--state appropriation for  
30 fiscal year 1999 and \$1,141,000 of the general fund--federal  
31 appropriation are provided solely for the improvement of quality and  
32 capacity of the child care system and related consumer education. The  
33 activities funded by this appropriation shall include, but not be  
34 limited to: Expansion of child care resource and referral network  
35 services to serve additional families, to provide technical assistance  
36 to child care providers, and to cover currently unserved areas of the  
37 state; development of and incentives for child care during nonstandard  
38 work hours; and the development of care for infants, toddlers,  
39 preschoolers, and school age youth. These amounts are provided in

1 addition to funding for child care training and fire inspections of  
2 child care facilities. These activities shall also improve the quality  
3 and capacity of the child care system.

4 **Sec. 203.** 1997 c 454 s 203 (uncodified) is amended to read as  
5 follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**  
7 **REHABILITATION PROGRAM**

8 (1) COMMUNITY SERVICES

9	General Fund--State Appropriation (FY 1998) . . . . .	\$(32,305,000))
10		<u>36,073,000</u>
11	General Fund--State Appropriation (FY 1999) . . . . .	\$(32,348,000))
12		<u>37,969,000</u>
13	General Fund--Federal Appropriation . . . . .	\$(16,125,000))
14		<u>10,613,000</u>
15	General Fund--Private/Local Appropriation . . . . .	\$ 378,000
16	Violence Reduction and Drug Enforcement Account	
17	Appropriation . . . . .	\$(11,256,000))
18		<u>20,145,000</u>
19	TOTAL APPROPRIATION . . . . .	\$(92,412,000))
20		<u>105,178,000</u>

21 The appropriations in this subsection are subject to the following  
22 conditions and limitations:

23 (a) (~~(\$527,000 of the violence reduction and drug enforcement~~  
24 ~~account appropriation is provided solely for deposit in the county~~  
25 ~~criminal justice assistance account solely for costs to the criminal~~  
26 ~~justice system associated with the implementation of Engrossed Third~~  
27 ~~Substitute House Bill No. 3900 (revising the juvenile code). If~~  
28 ~~Engrossed Third Substitute House Bill No. 3900 is not enacted by June~~  
29 ~~30, 1997, the amount provided in this subsection shall lapse. The~~  
30 ~~amount provided in this subsection is intended to provide funding for~~  
31 ~~county adult court costs associated with the implementation of~~  
32 ~~Engrossed Third Substitute House Bill No. 3900 and shall be distributed~~  
33 ~~in accordance with RCW 82.14.310.~~

34 (b)) \$2,917,000 of the violence reduction and drug enforcement  
35 account is provided solely for the implementation of Engrossed Third  
36 Substitute Senate Bill No. 3900 (revising the juvenile code). The  
37 amount provided in this subsection is intended to provide funding for  
38 county impacts associated with the implementation of Third Substitute

1 Senate Bill No. 3900 and shall be distributed to counties as prescribed  
2 in the current consolidated juvenile services (CJS) formula. If the  
3 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

4 ~~((+e))~~ (b) \$2,350,000 of the general fund--state fiscal year 1998  
5 appropriation and \$2,350,000 of the general fund--state fiscal year  
6 1999 appropriation are provided solely for an early intervention  
7 program to be administered at the county level. Moneys shall be  
8 awarded on a competitive basis to counties that have submitted plans  
9 for implementation of an early intervention program consistent with  
10 proven methodologies currently in place in the state. The juvenile  
11 rehabilitation administration shall develop criteria for evaluation of  
12 plans submitted and a timeline for awarding funding and shall assist  
13 counties in creating and submitting plans for evaluation.

14 ~~((+d))~~ (c) \$1,221,000 of the violence reduction and drug  
15 enforcement appropriation is provided solely to implement alcohol and  
16 substance abuse treatment for locally committed offenders. The  
17 juvenile rehabilitation administration shall award these moneys on a  
18 competitive basis to counties that have submitted a plan for the  
19 provision of treatment services approved by the division of alcohol and  
20 substance abuse. The juvenile rehabilitation administration shall  
21 develop criteria for evaluation of plans submitted and a timeline for  
22 awarding funding and shall assist counties in creating and submitting  
23 plans for evaluation. If Engrossed Third Substitute House Bill No.  
24 3900 (juvenile code revisions) is not enacted by June 30, 1997, the  
25 amount provided in this subsection shall lapse.

26 ~~((+e))~~ (d) \$100,000 of the general fund--state fiscal year 1998  
27 appropriation and \$100,000 of the general fund--state fiscal year 1999  
28 appropriation are provided solely for the juvenile rehabilitation  
29 administration to contract with the institute for public policy for the  
30 responsibilities assigned in Engrossed Third Substitute House Bill No.  
31 3900 (juvenile code revisions). If the bill is not enacted by June 30,  
32 1997, the amounts provided in this subsection shall lapse.

33 ~~((+f))~~ (e) \$400,000 of the violence reduction and drug enforcement  
34 account appropriation is provided solely for the development of  
35 standards measuring the effectiveness of chemical dependency treatment  
36 and for conducting evaluations of chemical dependency programs pursuant  
37 to Engrossed Third Substitute House Bill No. 3900 (revising the  
38 juvenile code). If the bill is not enacted by June 30, 1997, the  
39 amount provided in this subsection shall lapse. The juvenile

1 rehabilitation administration shall consult with the division of  
2 alcohol and substance abuse and contract with the University of  
3 Washington to develop the standards and conduct the evaluations.

4 ((~~g~~)) (f) \$150,000 of the general fund--state fiscal year 1998  
5 appropriation and \$150,000 of the general fund--state fiscal year 1999  
6 appropriation are provided solely for a contract to expand the services  
7 of the teamchild project to additional sites. Priority use of these  
8 funds shall be to provide teamchild service to early repeat offenders  
9 to help ensure they receive appropriate child welfare and educational  
10 services.

11 (2) INSTITUTIONAL SERVICES

12	General Fund--State Appropriation (FY 1998) . . . . .	\$( <del>44,782,000</del> )
13		<u>43,715,000</u>
14	General Fund--State Appropriation (FY 1999) . . . . .	\$( <del>44,662,000</del> )
15		<u>46,047,000</u>
16	General Fund--Private/Local Appropriation . . . . .	\$ 727,000
17	Violence Reduction and Drug Enforcement Account	
18	Appropriation . . . . .	\$ 15,281,000
19	TOTAL APPROPRIATION . . . . .	(\$ <del>105,452,000</del> )
20		<u>105,770,000</u>

21 The appropriations in this subsection are subject to the following  
22 conditions and limitations: \$3,680,000 of the violence reduction and  
23 drug enforcement account appropriation is provided solely for the  
24 implementation of Engrossed Third Substitute House Bill No. 3900  
25 (juvenile code revisions). If the bill is not enacted by June 30,  
26 1997, the amount provided in this subsection shall lapse.

27 (3) PROGRAM SUPPORT

28	General Fund--State Appropriation (FY 1998) . . . . .	\$( <del>1,922,000</del> )
29		<u>1,915,000</u>
30	General Fund--State Appropriation (FY 1999) . . . . .	\$( <del>1,610,000</del> )
31		<u>1,479,000</u>
32	General Fund--Federal Appropriation . . . . .	\$ 156,000
33	Violence Reduction and Drug Enforcement Account	
34	Appropriation . . . . .	\$ 421,000
35	TOTAL APPROPRIATION . . . . .	\$( <del>4,109,000</del> )
36		<u>3,971,000</u>

1 The appropriations in this subsection are subject to the following  
2 conditions and limitations:

3 (a) \$92,000 of the general fund--state fiscal year 1998  
4 appropriation and \$36,000 of the general fund--state fiscal year 1999  
5 appropriation are provided solely for the implementation of Substitute  
6 Senate Bill No. 5759 (risk classification). If the bill is not enacted  
7 by June 30, 1997, the amounts provided shall lapse.

8 (b) \$206,000 of the general fund--state fiscal year 1998  
9 appropriation is provided solely for the implementation of Engrossed  
10 Second Substitute Senate Bill No. 5710 (juvenile care and treatment).  
11 If the bill is not enacted by June 30, 1997, the amount provided shall  
12 lapse.

13 (c) \$97,000 of the general fund--state fiscal year 1998  
14 appropriation and \$36,000 of the general fund--state fiscal year 1999  
15 appropriation are provided solely for the implementation of Engrossed  
16 Third Substitute House Bill No. 3900 (juvenile code revisions). If the  
17 bill is not enacted by June 30, 1997, the amounts provided shall lapse.

18 (d) Within the amounts provided in this subsection, the juvenile  
19 rehabilitation administration (JRA) shall develop by January 1, 1998,  
20 a staffing model for noncustody functions at JRA institutions and work  
21 camps. The models should, whenever possible, reflect the most  
22 efficient practices currently being used within the system.

23 **Sec. 204.** 1997 c 149 s 204 (uncodified) is amended to read as  
24 follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MENTAL HEALTH PROGRAM**

26 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

27 General Fund--State Appropriation (FY 1998) . . . . .	(\$167,577,000)
28	<u>170,940,000</u>
29 General Fund--State Appropriation (FY 1999) . . . . .	(\$170,803,000)
30	<u>173,112,000</u>
31 General Fund--Federal Appropriation . . . . .	(\$296,006,000)
32	<u>299,064,000</u>
33 General Fund--Private/Local Appropriation . . . . .	\$ 4,000,000
34 TOTAL APPROPRIATION . . . . .	(\$638,386,000)
35	<u>647,116,000</u>

36 The appropriations in this subsection are subject to the following  
37 conditions and limitations:

1 (a) Regional support networks shall use portions of the general  
2 fund--state appropriation for implementation of working agreements with  
3 the vocational rehabilitation program which will maximize the use of  
4 federal funding for vocational programs.

5 (b) From the general fund--state appropriations in this subsection,  
6 the secretary of social and health services shall assure that regional  
7 support networks reimburse the aging and adult services program for the  
8 general fund--state cost of medicaid personal care services that  
9 enrolled regional support network consumers use because of their  
10 psychiatric disability.

11 (c) \$((~~2,413,000~~)) 1,312,000 of the general fund--state  
12 appropriation for fiscal year 1998 and \$((~~2,393,000~~)) 928,000 of the  
13 general fund--state appropriation for fiscal year 1999 are provided  
14 solely to directly reimburse eligible providers for the medicaid share  
15 of mental health services provided to persons eligible for both  
16 medicaid and medicare. To be reimbursed, the service must be covered  
17 by and provided in accordance with the state medicaid plan.

18 (d) \$1,304,000 of the general fund--state appropriation for fiscal  
19 year 1998, \$3,356,000 of the general fund--state appropriation for  
20 fiscal year 1999, and \$5,056,000 of the general fund--federal  
21 appropriation are provided solely for distribution to those regional  
22 support networks whose 1997-99 allocation would otherwise be less than  
23 the regional support network would receive if all funding appropriated  
24 in this subsection (1) of this section for medicaid outpatient mental  
25 health services were distributed among all regional support networks at  
26 the state-wide average per capita rate for each eligibility category.

27 (e) At least thirty days prior to entering contracts that would  
28 capitate payments for voluntary psychiatric hospitalizations, the  
29 mental health division shall report the proposed capitation rates, and  
30 the assumptions and calculations by which they were established, to the  
31 budget and forecasting divisions of the office of financial management,  
32 the appropriations committee of the house of representatives, and the  
33 ways and means committee of the senate.

34 (2) INSTITUTIONAL SERVICES

35	General Fund--State Appropriation (FY 1998) . . . . .	\$( <del>59,496,000</del> )
36		<u>62,805,000</u>
37	General Fund--State Appropriation (FY 1999) . . . . .	\$( <del>59,508,000</del> )
38		<u>62,592,000</u>
39	General Fund--Federal Appropriation . . . . .	(\$ <del>127,118,000</del> )

1		<u>134,939,000</u>
2	General Fund--Private/Local Appropriation . . . . .	<del>\$(30,940,000)</del>
3		<u>23,285,000</u>
4	TOTAL APPROPRIATION . . . . .	<del>\$(277,062,000)</del>
5		<u>283,621,000</u>

6 The appropriations in this subsection are subject to the following  
7 conditions and limitations:

8 (a) The state mental hospitals may use funds appropriated in this  
9 subsection to purchase goods and supplies through hospital group  
10 purchasing organizations when it is cost-effective to do so.

11 (b) The mental health program at Western state hospital shall  
12 continue to use labor provided by the Tacoma prerelease program of the  
13 department of corrections.

14 (3) CIVIL COMMITMENT

15	General Fund Appropriation (FY 1998) . . . . .	<del>\$(5,423,000)</del>
16		<u>7,174,000</u>
17	General Fund Appropriation (FY 1999) . . . . .	<del>\$(6,082,000)</del>
18		<u>7,779,000</u>
19	TOTAL APPROPRIATION . . . . .	<del>\$(11,505,000)</del>
20		<u>14,953,000</u>

21 (4) SPECIAL PROJECTS

22	General Fund--State Appropriation (FY 1998) . . . . .	\$ 50,000
23	General Fund--State Appropriation (FY 1999) . . . . .	\$ 450,000
24	General Fund--Federal Appropriation . . . . .	\$ 3,826,000
25	TOTAL APPROPRIATION . . . . .	\$ 4,326,000

26 The appropriations in this subsection are subject to the following  
27 conditions and limitations: \$50,000 of the general fund--state  
28 appropriation for fiscal year 1998 and \$450,000 of the general fund--  
29 state appropriation for fiscal year 1999 are provided solely for  
30 development and operation of the pilot project for mentally ill  
31 offenders described in Substitute Senate Bill No. 6002 (mentally ill  
32 offenders). If the bill is not enacted by June 30, 1997, the amounts  
33 provided shall lapse.

34 (5) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 1998) . . . . .	<del>\$(2,560,000)</del>
36		<u>2,537,000</u>
37	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(2,395,000)</del>

1		<u>2,373,000</u>
2	General Fund--Federal Appropriation . . . . .	\$(( <del>3,111,000</del> ))
3		<u>3,085,000</u>
4	TOTAL APPROPRIATION . . . . .	\$(( <del>8,066,000</del> ))
5		<u>7,995,000</u>

6 The appropriations in this subsection are subject to the following  
7 conditions and limitations: \$60,000 of the general fund--state  
8 appropriation for fiscal year 1998 is provided solely to increase the  
9 department's capacity to carry out legislative intent set forth in RCW  
10 71.24.400 through 71.24.415. To facilitate this activity, the  
11 secretary shall appoint an oversight committee of project stakeholders  
12 including representatives from: Service providers, mental health  
13 regional support networks, the department's mental health division, the  
14 department's division of alcohol and substance abuse, the department's  
15 division of children and family services, and the department's medical  
16 assistance administration. The oversight group shall continue to seek  
17 ways to streamline service delivery as set forth in RCW 71.24.405 until  
18 at least July 1, 1998.

19 **Sec. 205.** 1997 c 149 s 205 (uncodified) is amended to read as  
20 follows:

21 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**  
22 **DISABILITIES PROGRAM**

23 (1) COMMUNITY SERVICES

24	General Fund--State Appropriation (FY 1998) . . . . .	(\$ <del>140,172,000</del> )
25		<u>152,700,000</u>
26	General Fund--State Appropriation (FY 1999) . . . . .	(\$ <del>142,643,000</del> )
27		<u>168,816,000</u>
28	General Fund--Federal Appropriation . . . . .	(\$ <del>194,347,000</del> )
29		<u>222,570,000</u>
30	Health Services Account Appropriation . . . . .	\$ 1,695,000
31	TOTAL APPROPRIATION . . . . .	(\$ <del>478,857,000</del> )
32		<u>545,781,000</u>

33 The appropriations in this subsection are subject to the following  
34 conditions and limitations:

35 (a) \$1,695,000 of the health services account appropriation and  
36 \$1,835,000 of the general fund--federal appropriation are provided  
37 solely for the enrollment in the basic health plan of home care workers

1 with family incomes below 200 percent of the federal poverty level who  
2 are employed through state contracts. Enrollment in the basic health  
3 plan for home care workers with family incomes at or above 200 percent  
4 of poverty shall be covered with general fund--state and matching  
5 general fund--federal revenues that were identified by the department  
6 to have been previously appropriated for health benefits coverage, to  
7 the extent that these funds had not been contractually obligated for  
8 worker wage increases prior to March 1, 1996.

9 (b) \$365,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$1,543,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely for employment, or other day  
12 activities and training programs, for young people who complete their  
13 high school curriculum in 1997 or 1998.

14 ~~(c) ((\$22,974,000 of the general fund--state appropriation for~~  
15 ~~fiscal year 1998 and \$25,111,000 of the general fund--state~~  
16 ~~appropriation for fiscal year 1999, plus any vendor rate increases~~  
17 ~~allotted in accordance with section 213 of this act, are provided~~  
18 ~~solely to deliver personal care services to an average of 6,250~~  
19 ~~children and adults in fiscal year 1998 and an average of 7,100~~  
20 ~~children and adults in fiscal year 1999. If the secretary of social~~  
21 ~~and health services determines that total expenditures are likely to~~  
22 ~~exceed these appropriated amounts, the secretary shall take action as~~  
23 ~~required by RCW 74.09.520 to adjust either functional eligibility~~  
24 ~~standards or service levels or both sufficiently to maintain~~  
25 ~~expenditures within appropriated levels. Such action may include the~~  
26 ~~adoption of emergency rules and may not be taken to the extent that~~  
27 ~~projected over-expenditures are offset by under-expenditures elsewhere~~  
28 ~~within the program's general fund--state appropriation.~~

29 ~~(d))~~ \$453,000 of the general fund--state appropriation for fiscal  
30 year 1998, \$214,000 of the general fund--state appropriation for fiscal  
31 year 1999, and \$719,000 of the general fund--federal appropriation are  
32 provided solely to continue operation of the united cerebral palsy  
33 residential center during the period in which its residents are phasing  
34 into new community residences.

35 ~~((e))~~ (d) \$197,000 of the general fund--state appropriation for  
36 fiscal year 1998 and \$197,000 of the general fund--state appropriation  
37 for fiscal year 1999 are provided solely to contract with the  
38 Washington initiative for supported employment for the purpose of

1 continuing the promotion of supported employment services for persons  
2 with disabilities.

3 (2) INSTITUTIONAL SERVICES

4	General Fund--State Appropriation (FY 1998) . . . . .	<del>\$(63,982,000)</del>
5		<u>65,277,000</u>
6	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(63,206,000)</del>
7		<u>64,187,000</u>
8	General Fund--Federal Appropriation . . . . .	<del>\$(142,955,000)</del>
9		<u>145,897,000</u>
10	General Fund--Private/Local Appropriation . . . . .	\$ 9,729,000
11	TOTAL APPROPRIATION . . . . .	<del>\$(279,872,000)</del>
12		<u>285,090,000</u>

13 The appropriations in this subsection are subject to the following  
14 conditions and limitations:

15 (a) With the funds appropriated in this subsection, the secretary  
16 of social and health services shall develop an eight-bed program at  
17 Yakima valley school specifically for the purpose of providing respite  
18 services to all eligible individuals on a state-wide basis, with an  
19 emphasis on those residing in central Washington.

20 (b) \$112,000 of the general fund--state appropriation for fiscal  
21 year 1998, \$113,000 of the general fund--state appropriation for  
22 fiscal year 1999, and \$75,000 of the general fund--federal  
23 appropriation are provided solely for a nursing community outreach  
24 project at Yakima valley school. Registered nursing staff are to  
25 provide nursing assessments, consulting services, training, and quality  
26 assurance on behalf of individuals residing in central Washington.

27 (c) \$200,000 of the general fund--state appropriation for fiscal  
28 year 1998, \$200,000 of the general fund--state appropriation for fiscal  
29 year 1999, and \$400,000 of the general fund--federal appropriation are  
30 provided solely for the development of a sixteen-bed program at Yakima  
31 valley school specifically for the purpose of providing respite  
32 services to all eligible individuals on a state-wide basis, with an  
33 emphasis on those residing in central Washington.

34 (3) PROGRAM SUPPORT

35	General Fund--State Appropriation (FY 1998) . . . . .	<del>\$(2,543,000)</del>
36		<u>2,530,000</u>
37	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(2,517,000)</del>
38		<u>2,501,000</u>

1 General Fund--Federal Appropriation . . . . . \$((~~1,645,000~~))  
 2 1,637,000  
 3 TOTAL APPROPRIATION . . . . . \$((~~6,705,000~~))  
 4 6,668,000

5 (4) SPECIAL PROJECTS

6 General Fund--Federal Appropriation . . . . . \$ 12,030,000

7 **Sec. 206.** 1997 c 149 s 206 (uncodified) is amended to read as  
 8 follows:

9 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**  
 10 **SERVICES PROGRAM**

11 General Fund--State Appropriation (FY 1998) . . . . . (\$~~392,045,000~~)  
 12 409,971,000  
 13 General Fund--State Appropriation (FY 1999) . . . . . (\$~~416,304,000~~)  
 14 429,096,000  
 15 General Fund--Federal Appropriation . . . . . (\$~~878,169,000~~)  
 16 918,815,000  
 17 Health Services Account Appropriation . . . . . \$((~~6,087,000~~))  
 18 2,580,000  
 19 TOTAL APPROPRIATION . . . . . \$ ((~~1,692,605,000~~))  
 20 1,760,462,000

21 The appropriations in this section are subject to the following  
 22 conditions and limitations:

23 (1) The entire health services account appropriation and  
 24 \$((~~6,076,000~~)) 3,945,000 of the general fund--federal appropriation are  
 25 provided solely for the enrollment in the basic health plan of home  
 26 care workers with family incomes below 200 percent of the federal  
 27 poverty level who are employed through state contracts. Enrollment in  
 28 the basic health plan for home care workers with family incomes at or  
 29 above 200 percent of poverty shall be covered with general fund--state  
 30 and matching general fund--federal revenues that were identified by the  
 31 department to have been previously appropriated for health benefits  
 32 coverage, to the extent that these funds had not been contractually  
 33 obligated for worker wage increases prior to March 1, 1996.

34 (2) \$1,277,000 of the general fund--state appropriation for fiscal  
 35 year 1998 and \$1,277,000 of the general fund--state appropriation for  
 36 fiscal year 1999 are provided solely for operation of the volunteer  
 37 chore program.

1       (3) (~~(\$107,997,000 of the general fund--state appropriation for~~  
2 ~~fiscal year 1998 and \$120,397,000 of the general fund--state~~  
3 ~~appropriation for fiscal year 1999, plus any vendor rate increases~~  
4 ~~allocated to these services in accordance with section 213 of this act,~~  
5 ~~are provided solely to deliver chore, COPES, and medicaid personal care~~  
6 ~~services. If the secretary of social and health services determines~~  
7 ~~that total expenditures are likely to exceed these amounts, the~~  
8 ~~secretary shall take action as required by RCW 74.09.520, 74.39A.120,~~  
9 ~~and 74.09.530 to adjust functional eligibility standards and/or service~~  
10 ~~levels sufficiently to maintain expenditures within appropriated~~  
11 ~~levels. Such action may include the adoption of emergency rules, and~~  
12 ~~shall not be taken to the extent that projected over-expenditures are~~  
13 ~~offset by under-expenditures resulting from lower than budgeted nursing~~  
14 ~~home caseloads.~~

15       (4)) \$26,000 of the general fund--state appropriation for fiscal  
16 year 1998, \$59,000 of the general fund--state appropriation for fiscal  
17 year 1999, and \$85,000 of the general fund--federal appropriation are  
18 provided solely to employ registered nurses rather than social workers  
19 to fill six of the new field positions to be filled in fiscal year 1998  
20 and seven more of the new positions to be filled in fiscal year 1999.  
21 These registered nurses shall conduct assessments, develop and monitor  
22 service plans, and consult with social work staff to assure that  
23 persons with medical needs are placed in and receive the appropriate  
24 level of care.

25       ((+5)) (4) \$425,000 of the general fund--state appropriation for  
26 fiscal year 1998 and \$882,000 of the general fund--state appropriation  
27 for fiscal year 1999 are provided solely to implement Second Substitute  
28 Senate Bill No. 5179 (nursing facility reimbursement). If the bill is  
29 not enacted by June 30, 1997, the amounts provided in this subsection  
30 shall lapse.

31       ((+6)) (5) A maximum of \$2,193,000 of the general fund--state  
32 appropriation for fiscal year 1998 and \$2,351,000 of the general fund--  
33 federal appropriation for fiscal year 1998 are provided to fund the  
34 medicaid share of any new prospective payment rate adjustments as may  
35 be necessary in accordance with RCW 74.46.460.

36       ((+7)) (6) \$242,000 of the general fund--state appropriation for  
37 fiscal year 1998, \$212,000 of the general fund--state appropriation for  
38 fiscal year 1999, and \$498,000 of the general fund--federal  
39 appropriation are provided solely for operation of a system for

1 investigating allegations of staff abuse and neglect in nursing homes,  
2 as provided in Second Substitute House Bill No. 1850 (long-term care  
3 standards of care).

4 ~~((+8+))~~ (7) \$350,000 of the general fund--state appropriation for  
5 fiscal year 1998 and \$382,000 of the general fund--state appropriation  
6 for fiscal year 1999 are provided solely to supplement the incomes of  
7 disabled legal immigrants who, because of loss of their federal  
8 supplemental security income benefit, would otherwise be at risk of  
9 placement into a more expensive long-term care setting.

10 ~~((+9+))~~ (8)(a) The department shall establish a shadow case mix  
11 payment system to educate facilities about payment system alternatives.  
12 The department shall provide shadow rates beginning July 1, 1997, based  
13 on the following:

14 (i) The direct care portion of the rate, usually called "nursing  
15 services," shall be set under a case mix methodology that classifies  
16 residents under the Resource Utilization Group III (RUG-III) Version  
17 5.10 (or subsequent revision) 44 group index maximizing model based on  
18 the Minimum Data Set (MDS) Version 2.0.

19 (ii) Payment to a facility shall be based on facility weighted  
20 average case mix data which provides one rate to a facility reflecting  
21 its mix of residents. For purposes of determining the facility's cost  
22 per case mix unit, the facility average case mix score will be based on  
23 the case mix of all residents. For purposes of determining the  
24 facility's payment rate, the facility average case mix score shall be  
25 based on the case mix of medicaid residents.

26 (iii) The direct care rates shall be adjusted prospectively each  
27 quarter based on the facility's MDS 2.0 data from the quarter  
28 commencing six months preceding the rate effective date. For example,  
29 the MDSs for 1/1/97 - 3/31/97 shall be used to establish shadow rates  
30 for 7/1/97 - 9/30/97.

31 (iv) Those costs which currently comprise nursing services as  
32 defined by chapter 74.46 RCW, excluding therapies, shall be included in  
33 the direct care component for case mix.

34 (v) Data from 1994 cost reports (allowable and audited costs) shall  
35 be used to establish the shadow rates. The costs shall be inflated  
36 comparable to fiscal year 1998 payment rates, according to RCW  
37 74.46.420.

1 (vi) Separate prices, ceilings, and corridors shall be established  
2 for the peer groups of metropolitan statistical area and  
3 nonmetropolitan statistical area.

4 (b) The following methods shall be used to establish the shadow  
5 case mix rates:

6 (i) A pricing system in which payment to a facility shall be based  
7 on a price multiplied by each facility's medicaid case mix. The price,  
8 per peer group, shall be established at the median direct care cost per  
9 case mix unit.

10 (ii) A pricing system in which payment to a facility shall be based  
11 on a price multiplied by each facility's medicaid case mix. The price,  
12 per peer group, shall be based on the cost per case-mix unit of a group  
13 of cost-effective benchmark facilities which meet quality standards.

14 (iii) A corridor-based system in which payment to a facility shall  
15 be the facility's allowable cost per case-mix unit adjusted for case  
16 mix up to a ceiling and no less than a floor. The floor, per peer  
17 group, shall be established at 90 percent of the cost per case-mix unit  
18 of a group of cost-effective benchmark facilities which meet quality  
19 standards. The ceiling, per peer group, shall be established at 110  
20 percent of the cost per case-mix unit of the group of benchmark  
21 facilities.

22 (iv) A corridor-based system in which payment to a facility shall  
23 be the facility's allowable cost per case-mix unit adjusted for case  
24 mix up to a ceiling and no less than a floor. The floor, per peer  
25 group, shall be established at 90 percent of the industry-wide median  
26 direct care cost per case-mix unit. The ceiling, per peer group, shall  
27 be established at 110 percent of the industry-wide median direct care  
28 cost per case-mix unit.

29 (c) The department shall provide all data, information, and  
30 specifications of the methods used in establishing the shadow case mix  
31 rates to the nursing home provider associations.

32 (d) It is the legislature's intent that the average state payment  
33 for nursing facility services under the new system increase by no more  
34 than 175 percent of the health care financing administration nursing  
35 home input price index, excluding capital costs. In designing the new  
36 payment system, the department shall develop and propose options for  
37 the combined direct and indirect rate components that assure this.

38 ~~((+10+))~~ (9) \$50,000 of the general fund--state appropriation for  
39 fiscal year 1998 and \$50,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely for payments to any nursing  
2 facility licensed under chapter 18.51 RCW which meets all of the  
3 following criteria: (a) The nursing home entered into an arm's length  
4 agreement for a facility lease prior to January 1, 1980; (b) the lessee  
5 purchased the leased nursing home after January 1, 1980; and (c) the  
6 lessor defaulted on its loan or mortgage for the assets of the home  
7 after January 1, 1991, and prior to January 1, 1992. Payments provided  
8 pursuant to this subsection shall not be subject to the settlement,  
9 audit, or rate-setting requirements contained in chapter 74.46 RCW.

10 ~~((11))~~ (10) \$546,000 of the general fund--state appropriation for  
11 fiscal year 1998, \$583,000 of the general fund--state appropriation for  
12 fiscal year 1999, and \$1,220,000 of the general fund--federal  
13 appropriation are provided solely for an increase in the state payment  
14 rates for adult residential care and enhanced adult residential care.

15 **Sec. 207.** 1997 c 454 s 204 (uncodified) is amended to read as  
16 follows:

17 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**  
18 **PROGRAM**

19	General Fund--State Appropriation (FY 1998) . . . \$	<del>((543,150,000))</del>
20		<u>504,154,000</u>
21	General Fund--State Appropriation (FY 1999) . . . \$	<del>((529,985,000))</del>
22		<u>508,672,000</u>
23	General Fund--Federal Appropriation . . . . . \$	<del>((952,618,000))</del>
24		<u>959,232,000</u>
25	TOTAL APPROPRIATION . . . . . \$	<del>((2,025,753,000))</del>
26		<u>1,972,058,000</u>

27 The appropriations in this section are subject to the following  
28 conditions and limitations:

29 ~~((2))~~ (1) The legislature finds that, with the passage of the  
30 federal personal responsibility and work opportunity act and Engrossed  
31 House Bill No. 3901, the temporary assistance for needy families is no  
32 longer an entitlement. The legislature declares that the currently  
33 appropriated level for the program is sufficient for the next few  
34 budget cycles. To the extent, however, that currently appropriated  
35 amounts exceed costs during the 1997-99 biennium, the department is  
36 encouraged to set aside excess federal funds for use in future years.

37 ~~((3))~~ (2) \$485,000 of the general fund--state fiscal year 1998  
38 appropriation, \$3,186,000 of the general fund--state fiscal year 1999

1 appropriation, and \$3,168,000 of the general fund--federal  
2 appropriation are provided solely to continue to implement the  
3 previously competitively procured electronic benefits transfer system  
4 through the western states EBT alliance for distribution of cash grants  
5 and food stamps so as to meet the requirements of P.L. 104-193.

6 ~~((4))~~ (3) \$50,000 of the fiscal year 1998 general fund--state  
7 appropriation is provided solely for a study of child care  
8 affordability as directed in section 403 of Engrossed House Bill No.  
9 3901 (implementing welfare reform). The study shall be performed by  
10 the Washington institute for public policy. If the bill is not enacted  
11 by June 30, 1997, the amount provided in this subsection shall lapse.

12 ~~((5))~~ (4) \$500,000 of the fiscal year 1998 general fund--state  
13 appropriation and \$500,000 of the fiscal year 1999 general fund--state  
14 appropriation are provided solely for an evaluation of the WorkFirst  
15 program as directed in section 705 of Engrossed House Bill No. 3901  
16 (implementing welfare reform). The study shall be performed by the  
17 joint legislative audit and review committee. If the bill is not  
18 enacted by June 30, 1997, the amount provided in this subsection shall  
19 lapse.

20 ~~((6))~~ (5) \$73,129,000 of the general fund--federal appropriation  
21 is provided solely for child care assistance for low-income families in  
22 the WorkFirst program and for low-income working families as authorized  
23 in Engrossed House Bill No. 3901 (implementing welfare reform). All  
24 child care assistance provided shall be subject to a monthly copay to  
25 be paid by the family receiving the assistance.

26 ~~((7))~~ (6) \$7,624,000 of the fiscal year 1998 general fund--state  
27 appropriation, \$18,489,000 of the fiscal year 1999 general fund--state  
28 appropriation, and \$29,781,000 of the general fund--federal  
29 appropriation are provided solely for implementation of Engrossed House  
30 Bill No. 3901 (implementing welfare reform), including sections 404 and  
31 405. If the bill is not enacted by June 30, 1997, the amounts provided  
32 in this subsection shall lapse. The level of benefits in the food  
33 program for legal immigrants authorized in the bill shall be equivalent  
34 to benefits provided by the federal food stamp program.

35 ~~((8))~~ (7) \$89,722,000 of the fiscal year 1998 general fund--state  
36 appropriation and \$75,466,000 of the fiscal year 1999 general fund--  
37 state appropriation are provided solely for cash assistance to  
38 recipients in the general assistance--unemployable program. The

1 department shall take any and all actions necessary to maintain  
2 expenditures within these amounts.

3 ((+9)) (8) \$55,995,000 of the fiscal year 1998 general fund--state  
4 appropriation, \$55,995,000 of the fiscal year 1999 general fund--state  
5 appropriation, and \$184,510,000 of the general fund--federal  
6 appropriation are provided solely to administer a low-income child care  
7 program as authorized in Engrossed House Bill No. 3901 (implementing  
8 welfare reform). The child care program funds shall be allotted as  
9 follows:

10 (a) Each six-month period shall have \$27,997,500 general fund--  
11 state and \$46,127,500 general fund--federal funds allotted to be spent  
12 during that six-month period for low-income child care assistance.

13 (b) The department may spend up to the allotted amount for child  
14 care assistance during each six-month period. Any funds not spent  
15 during the six-month period may be held over and allotted in the next  
16 six-month period, subject to the provisions of subsection (6) of this  
17 section.

18 (c) Federal funds allotted for child care but not spent in fiscal  
19 year 1998 may be transferred to fiscal year 1999 for allotment but  
20 state funds must be spent in the year appropriated.

21 **Sec. 208.** 1997 c 454 s 205 (uncodified) is amended to read as  
22 follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND SUBSTANCE**  
24 **ABUSE PROGRAM**

25	General Fund--State Appropriation (FY 1998) . . . . .	\$( <del>14,466,000</del> )
26		<u>15,459,000</u>
27	General Fund--State Appropriation (FY 1999) . . . . .	\$( <del>14,334,000</del> )
28		<u>15,330,000</u>
29	General Fund--Federal Appropriation . . . . .	\$( <del>80,497,000</del> )
30		<u>81,112,000</u>
31	General Fund--Private/Local Appropriation . . . . .	\$ 630,000
32	Violence Reduction and Drug Enforcement Account	
33	Appropriation . . . . .	\$( <del>72,900,000</del> )
34		<u>74,889,000</u>
35	TOTAL APPROPRIATION . . . . .	(\$ <del>182,827,000</del> )
36		<u>187,420,000</u>

37 The appropriations in this section are subject to the following  
38 conditions and limitations:

1 (1) \$2,062,000 of the general fund--federal appropriation and  
2 \$7,482,000 of the violence reduction and drug enforcement account  
3 appropriation are provided solely for the grant programs for school  
4 districts and educational service districts set forth in RCW  
5 28A.170.080 through 28A.170.100, including state support activities, as  
6 administered through the office of the superintendent of public  
7 instruction.

8 (2) \$1,902,000 of the general fund--state fiscal year 1998  
9 appropriation, \$1,902,000 of the general fund--state fiscal year 1999  
10 appropriation, and \$1,592,000 of the general fund--federal  
11 appropriation are provided solely for alcohol and substance abuse  
12 assessment, treatment, including treatment for drug affected infants  
13 and toddlers, and child care services for clients of the division of  
14 children and family services. Assessment shall be provided by approved  
15 chemical dependency treatment programs as requested by child protective  
16 services personnel in the division of children and family services.  
17 Child care shall be provided as deemed necessary by the division of  
18 children and family services while parents requiring alcohol and  
19 substance abuse treatment are attending treatment programs.

20 (3) \$760,000 of the fiscal year 1998 general fund--state  
21 appropriation and \$760,000 of the fiscal year 1999 general fund--state  
22 appropriation are provided solely to fund a program serving mothers of  
23 children affected by fetal alcohol syndrome and related conditions,  
24 known as the birth-to-three program. The program may be operated in  
25 two cities in the state.

26 **Sec. 209.** 1997 c 149 s 209 (uncodified) is amended to read as  
27 follows:

28 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--MEDICAL ASSISTANCE**  
29 **PROGRAM**

30	General Fund--State Appropriation (FY 1998) . . . . .	(\$684,033,000)
31		<u>658,131,000</u>
32	General Fund--State Appropriation (FY 1999) . . . . .	(\$684,885,000)
33		<u>665,639,000</u>
34	General Fund--Federal Appropriation . . . . .	\$ ((2,038,101,000))
35		<u>2,113,311,000</u>
36	General Fund--Private/Local Appropriation . . . . .	(\$223,900,000)
37		<u>306,543,000</u>
38	Health Services Account Appropriation . . . . .	(\$253,004,000)

Emergency Medical and Trauma Care Services

Account Appropriation . . . . . \$ 4,600,000

TOTAL APPROPRIATION . . . . . \$ ((3,888,523,000))

4,002,730,000

The appropriations in this section are subject to the following conditions and limitations:

(1) The department shall continue to make use of the special eligibility category created for children through age 18 and in households with incomes below 200 percent of the federal poverty level made eligible for medicaid as of July 1, 1994.

(2) It is the intent of the legislature that Harborview medical center continue to be an economically viable component of the health care system and that the state's financial interest in Harborview medical center be recognized.

(3) Funding is provided in this section for the adult dental program for Title XIX categorically eligible and medically needy persons and to provide foot care services by podiatric physicians and surgeons.

(4) \$1,622,000 of the general fund--state appropriation for fiscal year 1998 and \$1,622,000 of the general fund--state appropriation for fiscal year 1999 are provided for treatment of low-income kidney dialysis patients.

(5) \$80,000 of the general fund--state appropriation for fiscal year 1998, \$80,000 of the general fund--state appropriation for fiscal year 1999, and \$160,000 of the general fund--federal appropriation are provided solely for the prenatal triage clearinghouse to provide access and outreach to reduce infant mortality.

(6) The department shall employ the managed care contracting and negotiation strategies defined in Substitute Senate Bill No. 5125 to assure that the average per-recipient cost of managed care services for temporary assistance to needy families and expansion populations increases by no more than two percent per year in calendar ((years 1998 and)) year 1999.

(7) The department shall seek federal approval to require adult medicaid recipients who are not elderly or disabled to contribute ten dollars per month toward the cost of their medical assistance coverage. The department shall report on the progress of this effort to the house

1 of representatives and senate health care and fiscal committees by  
2 September 1 and November 15, 1997.

3 (8) \$325,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$325,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely to increase rates paid for air  
6 ambulance services.

7 **Sec. 210.** 1997 c 149 s 210 (uncodified) is amended to read as  
8 follows:

9 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**  
10 **REHABILITATION PROGRAM**

11	General Fund--State Appropriation (FY 1998) . . . . .	\$(( <del>8,652,000</del> ))
12		<u>9,046,000</u>
13	General Fund--State Appropriation (FY 1999) . . . . .	\$(( <del>8,592,000</del> ))
14		<u>8,986,000</u>
15	General Fund--Federal Appropriation . . . . .	\$( <del>79,542,000</del> )
16		<u>78,697,000</u>
17	General Fund--Private/Local Appropriation . . . . .	\$ 2,904,000
18	TOTAL APPROPRIATION . . . . .	\$( <del>99,690,000</del> )
19		<u>99,633,000</u>

20 The appropriations in this section are subject to the following  
21 conditions and limitations:

22 (1) The division of vocational rehabilitation shall negotiate  
23 cooperative interagency agreements with local organizations, including  
24 higher education institutions, mental health regional support networks,  
25 and county developmental disabilities programs to improve and expand  
26 employment opportunities for people with severe disabilities served by  
27 those local agencies.

28 (2) \$363,000 of the general fund--state appropriation for fiscal  
29 year 1998, \$506,000 of the general fund--state appropriation for fiscal  
30 year 1999, and \$3,208,000 of the general fund--federal appropriation  
31 are provided solely for vocational rehabilitation services for  
32 individuals enrolled for services with the developmental disabilities  
33 program who complete their high school curriculum in 1997 or 1998.

34 **Sec. 211.** 1997 c 454 s 206 (uncodified) is amended to read as  
35 follows:

36 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**  
37 **SUPPORTING SERVICES PROGRAM**

1	General Fund--State Appropriation (FY 1998) . . . . .	<del>\$(24,572,000)</del>
2		<u>25,818,000</u>
3	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(23,956,000)</del>
4		<u>25,657,000</u>
5	General Fund--Federal Appropriation . . . . .	<del>\$(40,352,000)</del>
6		<u>42,943,000</u>
7	General Fund--Private/Local Appropriation . . . . .	\$ 270,000
8	TOTAL APPROPRIATION . . . . .	<del>\$(89,150,000)</del>
9		<u>94,688,000</u>

10 The appropriations in this section are subject to the following  
11 conditions and limitations:

12 ~~(1) ((The department may transfer up to \$1,289,000 of the general~~  
13 ~~fund--state appropriation for fiscal year 1998, \$1,757,000 of the~~  
14 ~~general fund--state appropriation for fiscal year 1999, and \$2,813,000~~  
15 ~~of the general fund--federal appropriation to the administration and~~  
16 ~~supporting services program from various other programs to implement~~  
17 ~~administrative reductions.~~

18 ~~(2))~~ The secretary of social and health services and the director  
19 of labor and industries shall report to the appropriate fiscal and  
20 policy committees of the legislature by July 1, 1997, and every six  
21 months thereafter on the measurable changes in employee injury and  
22 time-loss rates that have occurred in the state developmental  
23 disabilities, juvenile rehabilitation, and mental health institutions  
24 as a result of the upfront loss-control discount agreement between the  
25 agencies.

26 ~~((+4))~~ (2) \$60,000 of the general fund--state appropriation for  
27 fiscal year 1998 is provided solely for a welfare fraud pilot program  
28 as described by House Bill No. 1822 (welfare fraud investigation).

29 ~~((+5))~~ (3) \$55,000 of the fiscal year 1998 general fund--state  
30 appropriation, \$64,000 of the fiscal year 1999 general fund--state  
31 appropriation, and \$231,000 of the general fund--federal appropriation  
32 are provided solely for implementation of Engrossed House Bill No. 3901  
33 (implementing welfare reform). If the bill is not enacted by June 30,  
34 1997, the amounts provided in this subsection shall lapse.

35 **Sec. 212.** 1997 c 454 s 207 (uncodified) is amended to read as  
36 follows:

37 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILD SUPPORT PROGRAM**

38 General Fund--State Appropriation (FY 1998) . . . . . ~~\$(21,122,000)~~

1		<u>21,344,000</u>
2	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(20,877,000)</del>
3		<u>20,965,000</u>
4	General Fund--Federal Appropriation . . . . .	<del>\$(145,739,000)</del>
5		<u>145,321,000</u>
6	General Fund--Private/Local Appropriation . . . . .	<del>\$(33,207,000)</del>
7		<u>32,673,000</u>
8	TOTAL APPROPRIATION . . . . .	<del>\$(220,945,000)</del>
9		<u>220,303,000</u>

10 The appropriations provided in this section are subject to the  
11 following conditions and limitations:

12 (1) The department shall contract with private collection agencies  
13 to pursue collection of AFDC child support arrearages in cases that  
14 might otherwise consume a disproportionate share of the department's  
15 collection efforts. The department's child support collection staff  
16 shall determine which cases are appropriate for referral to private  
17 collection agencies. In determining appropriate contract provisions,  
18 the department shall consult with other states that have successfully  
19 contracted with private collection agencies to the extent allowed by  
20 federal support enforcement regulations.

21 ~~((+3))~~ (2) The amounts appropriated in this section for child  
22 support legal services shall be expended only by means of contracts  
23 with local prosecutor's offices.

24 ~~((+4))~~ (3) \$305,000 of the general fund--state fiscal year 1998  
25 appropriation, \$494,000 of the general fund--state fiscal year 1999  
26 appropriation, and \$1,408,000 of the general fund--federal  
27 appropriation are provided solely to implement Engrossed House Bill No.  
28 3901 (implementing welfare reform). If the bill is not enacted by June  
29 30, 1997, the amounts provided in this subsection shall lapse.

30 **Sec. 213.** 1997 c 454 s 208 (uncodified) is amended to read as  
31 follows:

32 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**  
33 **AGENCIES PROGRAM**

34	General Fund--State Appropriation (FY 1998) . . . . .	<del>\$(47,435,000)</del>
35		<u>25,292,000</u>
36	General Fund--State Appropriation (FY 1999) . . . . .	<del>\$(47,514,000)</del>
37		<u>24,679,000</u>
38	General Fund--Federal Appropriation . . . . .	<del>\$(54,366,000)</del>

1		<u>18,935,000</u>
2	Health Services Account Appropriation . . . . .	\$((1,502,000))
3		<u>0</u>
4	Violence Reduction and Drug Enforcement Account	
5	Appropriation . . . . .	\$((2,215,000))
6		<u>0</u>
7	TOTAL APPROPRIATION . . . . .	(\$153,032,000))
8		<u>68,906,000</u>

9       The appropriations in this section are subject to the following  
10 conditions and limitations:

11       (~~((1) \$22,893,000 of the general fund--state appropriation for~~  
12 ~~fiscal year 1998, \$22,835,000 of the general fund--state appropriation~~  
13 ~~for fiscal year 1999, \$35,431,000 of the general fund--federal~~  
14 ~~appropriation, \$2,215,000 of the violence reduction and drug~~  
15 ~~enforcement account appropriation, and \$1,502,000 of the health~~  
16 ~~services account appropriation are provided solely to increase the~~  
17 ~~rates of contracted service providers. The department need not provide~~  
18 ~~all vendors with the same percentage rate increase. Rather, the~~  
19 ~~department is encouraged to use these funds to help assure an adequate~~  
20 ~~supply of qualified vendors. Vendors providing services in markets~~  
21 ~~where recruitment and retention of qualified providers is a problem may~~  
22 ~~receive larger rate increases than other vendors. It is the~~  
23 ~~legislature's intent that these amounts shall be used primarily to~~  
24 ~~increase compensation for persons employed in direct, front-line~~  
25 ~~service delivery. Any rate increases granted as a result of this~~  
26 ~~section must be implemented so that the carry-forward costs into the~~  
27 ~~1999-01 biennium do not exceed the amounts provided in this subsection.~~  
28 ~~Within thirty days of granting a vendor rate increase under this~~  
29 ~~section, the department shall report the following information to the~~  
30 ~~fiscal committees of the legislature: (a) The amounts and effective~~  
31 ~~dates of any increases granted; (b) the process and criteria used to~~  
32 ~~determine the increases; and (c) any data used in that process. In~~  
33 ~~accordance with RCW 43.88.110(1), the department and the office of~~  
34 ~~financial management shall allot funds appropriated in this section to~~  
35 ~~the programs and budget units from which the funds will be expended.~~  
36 ~~Such allotments shall be completed no later than September 15, 1997.~~

37       (~~(2)) \$263,000 of the fiscal year 1998 general fund--state~~  
38 ~~appropriation, \$349,000 of the fiscal year 1999 general fund--state~~  
39 ~~appropriation, and \$1,186,000 of the general fund--federal~~

1 appropriation are provided solely for implementation of Engrossed House  
2 Bill No. 3901 (implementing welfare reform). If the bill is not  
3 enacted by June 30, 1997, the amounts provided in this subsection shall  
4 lapse.

5 **Sec. 214.** 1997 c 454 s 210 (uncodified) is amended to read as  
6 follows:

7 **FOR THE STATE HEALTH CARE AUTHORITY**

8	General Fund--State Appropriation (FY 1998) . . . . .	\$	6,316,000
9	General Fund--State Appropriation (FY 1999) . . . . .	\$	6,317,000
10	State Health Care Authority Administration		
11	Account Appropriation . . . . .	\$	<del>(14,719,000)</del>
12			<u>15,006,000</u>
13	Health Services Account Appropriation . . . . .		<del>(\$330,628,000)</del>
14			<u>344,346,000</u>
15	TOTAL APPROPRIATION . . . . .		<del>(\$357,980,000)</del>
16			<u>371,985,000</u>

17 The appropriations in this section are subject to the following  
18 conditions and limitations:

19 (1) The general fund--state appropriations are provided solely for  
20 health care services provided through local community clinics.

21 (2) Within funds appropriated in this section and sections 205 and  
22 206 of chapter 149, Laws of 1997, the health care authority shall  
23 continue to provide an enhanced basic health plan subsidy option for  
24 foster parents licensed under chapter 74.15 RCW and workers in state-  
25 funded homecare programs. Under this enhanced subsidy option, foster  
26 parents and homecare workers with family incomes below 200 percent of  
27 the federal poverty level shall be allowed to enroll in the basic  
28 health plan at a cost of ten dollars per covered worker per month.

29 (3) Effective October 1997, the health care authority shall require  
30 organizations and individuals that are paid to deliver basic health  
31 plan services to contribute a minimum of thirty dollars per enrollee  
32 per month if the organization or individual chooses to sponsor an  
33 individual's enrollment in the subsidized basic health plan.

34 (4) \$150,000 of the health services account appropriation is  
35 provided solely to implement health care savings accounts. If  
36 legislation requiring a pilot project of such accounts is not enacted  
37 by June 30, 1997, the amount provided in this subsection shall lapse.

1 ((+6)) (5) \$270,000 of the health services account appropriation  
2 is provided solely to pay commissions to agents and brokers in  
3 accordance with RCW 70.47.015(5) for application assistance provided to  
4 persons on the reservation list as of June 30, 1997, who enroll in the  
5 subsidized basic health plan on or after July 1, 1997.

6 **Sec. 215.** 1997 c 149 s 217 (uncodified) is amended to read as  
7 follows:

8 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

9	General Fund--Federal Appropriation . . . . .	\$	100,000
10	Death Investigations Account Appropriation . . . . .	\$	38,000
11	Public Safety and Education Account		
12	Appropriation . . . . .	\$	<del>(13,434,000)</del>
13			<u>13,474,000</u>
14	Violence Reduction and Drug Enforcement Account		
15	Appropriation . . . . .	\$	346,000
16	TOTAL APPROPRIATION . . . . .	\$	<del>(13,918,000)</del>
17			<u>13,958,000</u>

18 The appropriations made in this section are subject to the  
19 following conditions and limitations:

20 (1) \$80,000 of the public safety and education account  
21 appropriation is provided solely to continue the study of law  
22 enforcement and corrections training begun in 1996. In conducting the  
23 study, the criminal justice training commission shall consult with the  
24 appropriate policy and fiscal committees of the legislature. Specific  
25 elements to be addressed in the study include: (a) The feasibility and  
26 the rationale for increasing basic law enforcement training from 440 to  
27 600 hours; (b) the feasibility and rationale for creating a  
28 certification process for law enforcement officers; (c) the feasibility  
29 and rationale for expanding the correctional officers academy; (d) the  
30 feasibility and rationale for expanding the juvenile service workers  
31 academy and/or the adult services academy; and (e) any other items  
32 considered relevant by the commission. Any recommendations made shall  
33 include a plan and timeline for how they would be implemented. The  
34 board on correctional training standards and education and the board on  
35 law enforcement training standards and education shall be actively  
36 involved in the study effort. Copies of the study shall be provided to  
37 the appropriate policy and fiscal committees of the legislature and the  
38 director of financial management by October 1, 1997.

1 (2) \$50,000 of the public safety and education account  
 2 appropriation is provided solely to prepare a cost and fee study of the  
 3 current and proposed criminal justice course offerings. The analysis  
 4 shall identify total costs and major cost components for: (a) Any  
 5 current training classes which are considered mandatory; and (b) any  
 6 proposed or modified training courses which are considered mandatory.  
 7 Mandatory classes include, but are not limited to, the following:  
 8 Basic law enforcement academy, correctional officers academy,  
 9 supervisory and management training of law enforcement officers,  
 10 supervisory and management training of correctional officers, juvenile  
 11 service workers academy, and the adult service academy. The study  
 12 shall also recommend a methodology for estimating the future demand for  
 13 these classes. The study shall also estimate the cost of implementing  
 14 any recommendations made pursuant to subsection (1) of this section.  
 15 The study shall be conducted by a private sector consultant selected by  
 16 the office of financial management in consultation with the executive  
 17 director of the criminal justice training commission. The final report  
 18 shall be completed by January 1, 1998.

19 (3) \$92,000 of the public safety and education account  
 20 appropriation is provided solely for the purpose of training law  
 21 enforcement managers and supervisors.

22 (4) \$40,000 of the public safety and education account  
 23 appropriation is provided solely to implement the provisions of  
 24 Substitute House Bill No. 1423 (criminal justice training commission).  
 25 If this bill is not enacted by June 30, 1997, the amount provided in  
 26 this subsection shall lapse.

27 **Sec. 216.** 1997 c 454 s 211 (uncodified) is amended to read as  
 28 follows:

29 **FOR THE DEPARTMENT OF LABOR AND INDUSTRIES**

30	General Fund Appropriation (FY 1998)	. . . . .	\$	6,805,000
31	General Fund Appropriation (FY 1999)	. . . . .	\$	<del>((6,848,000))</del>
32				<u>7,028,000</u>
33	Public Safety and Education Account--			
34	State Appropriation	. . . . .	\$	16,246,000
35	Public Safety and Education Account--			
36	Federal Appropriation	. . . . .	\$	6,002,000
37	Public Safety and Education Account--			
38	Private/Local Appropriation	. . . . .	\$	<del>((2,014,000))</del>

1		<u>2,178,000</u>
2	Electrical License Account Appropriation . . . . .	\$ 22,542,000
3	Farm Labor Revolving Account Appropriation . . . . .	\$ 28,000
4	Worker and Community Right-to-Know Account	
5	Appropriation . . . . .	\$ 2,187,000
6	Public Works Administration Account	
7	Appropriation . . . . .	\$((1,975,000))
8		<u>2,439,000</u>
9	Accident Account--State Appropriation . . . . .	( <del>\$146,901,000</del> )
10		<u>151,836,000</u>
11	Accident Account--Federal Appropriation . . . . .	\$ 9,112,000
12	Medical Aid Account--State Appropriation . . . . .	( <del>\$155,276,000</del> )
13		<u>154,451,000</u>
14	Medical Aid Account--Federal Appropriation . . . . .	\$ 1,592,000
15	Plumbing Certificate Account Appropriation . . . . .	\$ 947,000
16	Pressure Systems Safety Account Appropriation . . . . .	\$ 2,106,000
17	TOTAL APPROPRIATION . . . . .	( <del>\$380,581,000</del> )
18		<u>385,499,000</u>

19       The appropriations in this section are subject to the following  
20 conditions and limitations:

21       (1) Expenditures of funds appropriated in this section for the  
22 information systems projects identified in agency budget requests as  
23 "claims service delivery", "electrical permitting and inspection  
24 system", and "credentialing information system" are conditioned upon  
25 compliance with section 902 of this act.

26       (2) Pursuant to RCW 7.68.015, the department shall operate the  
27 crime victims compensation program within the public safety and  
28 education account funds appropriated in this section. In the event  
29 that cost containment measures are necessary, the department may (a)  
30 institute copayments for services; (b) develop preferred provider and  
31 managed care contracts; (c) coordinate with the department of social  
32 and health services to use the public safety and education account as  
33 matching funds for federal Title XIX reimbursement, to the extent this  
34 maximizes total funds available for services to crime victims.

35       (3) \$54,000 of the general fund appropriation for fiscal year 1998  
36 and \$54,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for an interagency agreement to reimburse the board of  
38 industrial insurance appeals for crime victims appeals.

1 (4) The secretary of social and health services and the director of  
2 labor and industries shall report to the appropriate fiscal and policy  
3 committees of the legislature by July 1, 1997, and every six months  
4 thereafter on the measurable changes in employee injury and time-loss  
5 rates that have occurred in the state developmental disabilities,  
6 juvenile rehabilitation, and mental health institutions as a result of  
7 the upfront loss-control discount agreement between the agencies.

8 (5) The expenditures of the elevator, factory assembled structures,  
9 and contractors' registration and compliance programs may not exceed  
10 the revenues generated by these programs.

11 (6) \$101,000 of the plumbing certificate account appropriation is  
12 provided solely for the implementation of Substitute Senate Bill No.  
13 5749 (pipe installer). If the bill is not enacted by June 30, 1997,  
14 the amount provided shall lapse.

15 (7) \$56,000 of the medical aid account appropriation and \$52,000 of  
16 the accident account appropriation are provided solely for evaluating  
17 agency operational improvements.

18 (8) \$593,000 of nonappropriated funds from the medical aid account  
19 shall be provided solely for allocation to the joint legislative audit  
20 and review committee for a performance audit and operations review of  
21 the state workers' compensation system pursuant to Substitute Senate  
22 Bill No. 6030.

23 **Sec. 217.** 1997 c 454 s 212 (uncodified) is amended to read as  
24 follows:

25 **FOR THE DEPARTMENT OF HEALTH**

26	General Fund--State Appropriation (FY 1998) . . . . .	\$(62,996,000))
27		<u>63,168,000</u>
28	General Fund--State Appropriation (FY 1999) . . . . .	\$(65,741,000))
29		<u>67,896,000</u>
30	General Fund--Federal Appropriation . . . . .	(\$259,139,000))
31		<u>261,985,000</u>
32	General Fund--Private/Local Appropriation . . . . .	\$(24,351,000))
33		<u>25,049,000</u>
34	Hospital Commission Account Appropriation . . . . .	\$ 3,089,000
35	Health Professions Account Appropriation . . . . .	\$(36,038,000))
36		<u>36,216,000</u>
37	Emergency Medical and Trauma Care Services Account	
38	Appropriation . . . . .	\$(21,042,000))

1		12,278,000
2	Safe Drinking Water Account Appropriation . . . . .	\$ 2,494,000
3	Death Investigations Account Appropriation . . . . .	\$((1,000,000))
4		<u>650,000</u>
5	Drinking Water Assistance Account--Federal	
6	Appropriation . . . . .	\$ 5,385,000
7	Waterworks Operator Certification Appropriation . . .	\$ 588,000
8	Water Quality Account Appropriation . . . . .	\$ 3,065,000
9	Violence Reduction and Drug Enforcement	
10	Account Appropriation . . . . .	\$ 469,000
11	State Toxics Control Account Appropriation . . . . .	\$ 2,854,000
12	Medical Test Site Licensure Account Appropriation . .	\$ 1,624,000
13	Youth Tobacco Prevention Account Appropriation . . .	\$ 1,812,000
14	Health Services Account Appropriation . . . . .	\$ 12,474,000
15	TOTAL APPROPRIATION . . . . .	( <del>\$504,161,000</del> )
16		<u>501,096,000</u>

17       The appropriations in this section are subject to the following  
18 conditions and limitations:

19       (1) \$2,134,000 of the health professions account appropriation is  
20 provided solely for the development and implementation of a licensing  
21 and disciplinary management system. Expenditures are conditioned upon  
22 compliance with section 902 of this act. These funds shall not be  
23 expended without appropriate project approval by the department of  
24 information systems.

25       (2) Funding provided in this section for the drinking water program  
26 data management system shall not be expended without appropriate  
27 project approval by the department of information systems.  
28 Expenditures are conditioned upon compliance with section 902 of this  
29 act.

30       (3) The department is authorized to raise existing fees charged to  
31 the nursing professions and midwives(~~(7)~~); by the pharmacy board(~~(7)~~);  
32 and for boarding home; hospital; and home health, home care, and  
33 hospice agency licenses, in excess of the fiscal growth factor  
34 established by Initiative Measure No. 601, if necessary, to meet the  
35 actual costs of conducting business.

36       (4) \$1,633,000 of the general fund--state fiscal year 1998  
37 appropriation and \$1,634,000 of the general fund--state fiscal year  
38 1999 appropriation are provided solely for the implementation of the  
39 Puget Sound water work plan and agency action items, DOH-01, DOH-02,

1 DOH-03, DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11,  
2 and DOH-12.

3 (5) \$10,000,000 of the health services account appropriation is  
4 provided solely for distribution to local health departments for  
5 distribution on a per capita basis. Prior to distributing these funds,  
6 the department shall adopt rules and procedures to ensure that these  
7 funds are not used to replace current local support for public health  
8 programs.

9 (6) \$500,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$500,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely for operation of a youth suicide  
12 prevention program at the state level, including a state-wide public  
13 educational campaign to increase knowledge of suicide risk and ability  
14 to respond and provision of twenty-four hour crisis hotlines, staffed  
15 to provide suicidal youth and caregivers a source of instant help.

16 (7) The department of health shall not initiate any services that  
17 will require expenditure of state general fund moneys unless expressly  
18 authorized in this act or other law. The department may seek, receive,  
19 and spend, under RCW 43.79.260 through 43.79.282, federal moneys not  
20 anticipated in this act as long as the federal funding does not require  
21 expenditure of state moneys for the program in excess of amounts  
22 anticipated in this act. If the department receives unanticipated  
23 unrestricted federal moneys, those moneys shall be spent for services  
24 authorized in this act or in any other legislation that provides  
25 appropriation authority, and an equal amount of appropriated state  
26 moneys shall lapse. Upon the lapsing of any moneys under this  
27 subsection, the office of financial management shall notify the  
28 legislative fiscal committees. As used in this subsection,  
29 "unrestricted federal moneys" includes block grants and other funds  
30 that federal law does not require to be spent on specifically defined  
31 projects or matched on a formula basis by state funds.

32 (8) \$259,000 of the health professions account appropriation is  
33 provided solely to implement Engrossed House Bill No. 3901  
34 (implementing welfare reform). If the bill is not enacted by June 30,  
35 1997, the amounts provided in this subsection shall lapse.

36 (9) \$150,000 of the general fund--state fiscal year 1998  
37 appropriation and \$150,000 of the general fund--state fiscal year 1999  
38 appropriation are provided solely for community-based oral health  
39 grants that may fund sealant programs, education, prevention, and other

1 oral health interventions. The grants may be awarded to state or  
2 federally funded community and migrant health centers, tribal clinics,  
3 or public health jurisdictions. Priority shall be given to communities  
4 with established oral health coalitions. Grant applications for oral  
5 health education and prevention grants shall include (a) an assessment  
6 of the community's oral health education and prevention needs; (b)  
7 identification of the population to be served; and (c) a description of  
8 the grant program's predicted outcomes.

9 (10) ~~\$(21,042,000)~~ 12,278,000 of the emergency medical and trauma  
10 care services account appropriation is provided solely for  
11 implementation of Substitute Senate Bill No. 5127 (trauma care  
12 services). If the bill is not enacted by June 30, 1997, the amount  
13 provided in this subsection shall lapse.

14 (11) \$500,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$500,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely for family support and provider  
17 training services for children with special health care needs.

18 (12) \$300,000 of the general fund--federal appropriation is  
19 provided solely for an abstinence education program which complies with  
20 P.L. 104-193. \$400,000 of the general fund--federal appropriation is  
21 provided solely for abstinence education projects at the office of the  
22 superintendent of public instruction and shall be transferred to the  
23 office of the superintendent of public instruction for the 1998-99  
24 school year. The department shall apply for abstinence education funds  
25 made available by the federal personal responsibility and work  
26 opportunity act of 1996 and implement a program that complies with the  
27 requirements of that act.

28 (13) \$50,000 of the general fund--state appropriation for fiscal  
29 year 1998 and \$50,000 of the general fund--state appropriation for  
30 fiscal year 1999 are provided solely for the implementation of Second  
31 Substitute House Bill No. 1191 (mandated health benefit review). If  
32 the bill is not enacted by June 30, 1997, the amounts provided in this  
33 section shall lapse.

34 (14) \$100,000 of the general fund--state appropriation for fiscal  
35 year 1998 and \$100,000 of the general fund--state appropriation for  
36 fiscal year 1999 are provided solely for the volunteer retired provider  
37 program. Funds shall be used to increase children's access to dental  
38 care services in rural and underserved communities by paying

1 malpractice insurance and professional licensing fees for retired  
2 dentists participating in the program.

3 (15) \$852,000 of the drinking water assistance account--federal  
4 appropriation is provided solely for an interagency agreement with the  
5 department of community, trade, and economic development to administer,  
6 in cooperation with the public works board, loans to local governments  
7 and public water systems for projects and activities to protect and  
8 improve the state's drinking water facilities and resources.

9 (16) \$3,347,000 of the fiscal year 1998 general fund--state  
10 appropriation and \$3,347,000 of the fiscal year 1999 general fund--  
11 state appropriation are provided solely for the AIDS prescription drug  
12 program and HIV intervention program. The department shall operate the  
13 program within total appropriations. The department shall take such  
14 actions as are necessary to control expenditures, including  
15 administrative efficiencies such as reductions to provider  
16 reimbursement rates, modifications to financial eligibility,  
17 modifications to the scope of services, and client cost sharing  
18 mechanisms. The department shall identify program policy changes  
19 required to manage within the amounts provided.

20 (17) Funding provided in this section is sufficient to implement  
21 section 8 of Engrossed Substitute House Bill No. 2264 (eliminating the  
22 health care policy board).

23 (18) \$2,075,000 of the fiscal year 1998 general fund--state  
24 appropriation and \$2,075,000 of the fiscal year 1999 general fund--  
25 state appropriation are provided solely for the Washington poison  
26 center.

27 (19) \$((~~1,000,000~~)) 650,000 of the death investigations account  
28 appropriation is provided solely for the implementation of state-wide  
29 child mortality reviews. Local health jurisdictions shall coordinate  
30 child mortality reviews for children from birth to eighteen years of  
31 age, develop local child mortality review protocols, and serve as the  
32 appointing authority and lead agency for local child death review  
33 teams. The department of health shall develop standard aggregate data  
34 elements, collect and analyze local child mortality review data,  
35 provide technical assistance to local child mortality review teams, and  
36 approve local child death review protocols. If House Bill No. 1269  
37 (death investigations account) is not enacted by June 30, 1997, the  
38 amount provided in this subsection shall lapse.

1 (20) \$1,125,000 of the fiscal year 1998 general fund--state  
2 appropriation and \$1,125,000 of the fiscal year 1999 general fund--  
3 state appropriation are provided solely for deposit in the county  
4 public health account.

5 (21) \$60,000 of the general fund--state appropriation for fiscal  
6 year 1998 and \$60,000 of the general fund--state appropriation for  
7 fiscal year 1999 are provided solely for attorney general services and  
8 such other activities not covered by fee revenues as are necessary for  
9 implementation of Engrossed Substitute House Bill No. 2264 (health care  
10 policy). If the bill is not enacted by June 30, 1997, the amounts  
11 provided in this subsection shall lapse.

12 (22) \$250,000 of the fiscal year 1998 general fund--state  
13 appropriation \$250,000 of the fiscal year 1999 general fund--state  
14 appropriation are provided solely for operation of a naturopathic  
15 health clinic constructed in 1996.

16 (23) \$279,000 of the general fund--state appropriation for fiscal  
17 year 1998, \$1,145,000 of the general fund--state appropriation for  
18 fiscal year 1999, and \$444,000 of the general fund--local appropriation  
19 are provided solely for increased staffing for boarding home licensing  
20 and inspection. The general fund--local appropriation shall be earned  
21 through a fee increase to \$77.35 per day per bed effective July 1,  
22 1998. The department of health, in consultation with the department of  
23 social and health services, shall pursue the ability to earn Title XIX  
24 federal funds for licensing and quality assurance activities for  
25 medicaid residents of boarding homes.

26 (24) \$400,000 of the general fund--state appropriation for fiscal  
27 year 1999 is provided solely for the department to participate with the  
28 departments of ecology; community, trade, and economic development; and  
29 fish and wildlife in watershed teams to support local watershed  
30 planning efforts integrating water quantity, water quality, and fish  
31 habitat issues.

32 (25) \$60,000 of the general fund--state appropriation for fiscal  
33 year 1999 is provided solely for the implementation of Z-1221/98  
34 (temporary worker housing) or substantially similar legislation. If  
35 the bill is not enacted by July 1, 1998, the amount provided in this  
36 subsection shall lapse.

37 **Sec. 218.** 1997 c 454 s 213 (uncodified) is amended to read as  
38 follows:

1 **FOR THE DEPARTMENT OF CORRECTIONS**

2 The appropriations in this section shall be expended for the  
3 programs and in the amounts listed. However, after May 1, 1998, unless  
4 specifically prohibited by this act, the department may transfer moneys  
5 among programs after approval by the director of financial management.  
6 The director of financial management shall notify the appropriate  
7 fiscal committees of the senate and house of representatives in writing  
8 prior to approving any deviations from the appropriation levels.

9 (1) ADMINISTRATION AND PROGRAM SUPPORT

10	General Fund Appropriation (FY 1998) . . . . .	<del>\$(13,926,000)</del>
11		<u>13,982,000</u>
12	General Fund Appropriation (FY 1999) . . . . .	<del>\$(13,910,000)</del>
13		<u>14,023,000</u>
14	Violence Reduction and Drug Enforcement Account	
15	Appropriation . . . . .	\$ 500,000
16	TOTAL APPROPRIATION . . . . .	<del>\$(28,336,000)</del>
17		<u>28,505,000</u>

18 The appropriations in this subsection are subject to the following  
19 conditions and limitations:

20 (a) \$187,000 of the general fund fiscal year 1998 appropriation and  
21 \$155,000 of the general fund fiscal year 1999 appropriation are  
22 provided solely for implementation of Substitute Senate Bill No. 5759  
23 (risk classification). If the bill is not enacted by July 1, 1997, the  
24 amounts provided shall lapse.

25 (b) \$500,000 of the violence reduction and drug enforcement account  
26 appropriation is provided solely for a feasibility study regarding the  
27 replacement of the department's offender based tracking system.

28 (2) INSTITUTIONAL SERVICES

29	General Fund--State Appropriation (FY 1998) . . . . .	<del>(\$291,745,000)</del>
30		<u>290,322,000</u>
31	General Fund--State Appropriation (FY 1999) . . . . .	<del>(\$304,000,000)</del>
32		<u>303,960,000</u>
33	General Fund--Federal Appropriation . . . . .	\$ 18,097,000
34	Industrial Insurance Premium Rebate Account	
35	Appropriation . . . . .	\$ 673,000
36	Violence Reduction and Drug Enforcement Account	
37	Appropriation . . . . .	\$ 1,614,000
38	TOTAL APPROPRIATION . . . . .	<del>(\$616,129,000)</del>

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The appropriations in this subsection are subject to the following conditions and limitations:

(a) The department shall provide funding for the pet partnership program at the Washington corrections center for women at a level at least equal to that provided in the 1995-97 biennium.

(b) \$4,839,000 of the general fund--state fiscal year 1998 appropriation and \$6,481,000 of the general fund--state fiscal year 1999 appropriation are provided solely for the criminal justice costs associated with the implementation of Engrossed Third Substitute House Bill No. 3900 (revising the juvenile code). If Engrossed Third Substitute House Bill No. 3900 is not enacted by June 30, 1997, the amounts provided shall lapse.

(c) The department of corrections shall accomplish personnel reductions with the least possible impact on correctional custody staff, community custody staff, and correctional industries. For the purposes of this subsection, correctional custody staff means employees responsible for the direct supervision of offenders.

~~((e))~~ (d) \$296,000 of the general fund--state appropriation for fiscal year 1998 and \$297,000 of the general fund--state appropriation for fiscal year 1999 are provided solely to increase payment rates for contracted education providers. It is the legislature's intent that these amounts shall be used primarily to increase compensation for persons employed in direct, front-line service delivery.

~~((f))~~ (e) The department may expend funds generated by contractual agreements entered into for mitigation of severe overcrowding in local jails. If any funds are generated in excess of actual costs, they shall be deposited in the state general fund. Expenditures shall not exceed revenue generated by such agreements and shall be treated as recovery of costs.

(3) COMMUNITY CORRECTIONS

General Fund Appropriation (FY 1998)	\$(89,377,000)
	<u>89,814,000</u>
General Fund Appropriation (FY 1999)	\$(90,495,000)
	<u>91,654,000</u>
TOTAL APPROPRIATION	<u>181,468,000</u>

1 The appropriations in this subsection are subject to the following  
2 conditions and limitations:

3 (a) \$27,000 of the general fund fiscal year 1998 appropriation and  
4 \$185,000 of the general fund fiscal year 1999 appropriation are  
5 provided solely for the criminal justice costs associated with the  
6 implementation of Engrossed Third Substitute House Bill No. 3900  
7 (revising the juvenile code). If Engrossed Third Substitute House Bill  
8 No. 3900 is not enacted by June 30, 1997, the amounts provided shall  
9 lapse.

10 (b) The department of corrections shall accomplish personnel  
11 reductions with the least possible impact on correctional custody  
12 staff, community custody staff, and correctional industries. For the  
13 purposes of this subsection, correctional custody staff means employees  
14 responsible for the direct supervision of offenders.

15 (c) \$467,000 of the general fund appropriation for fiscal year 1998  
16 and \$505,000 of the general fund appropriation for fiscal year 1999 are  
17 provided solely to increase payment rates for contracted education  
18 providers and contracted work release facilities. It is the  
19 legislature's intent that these amounts shall be used primarily to  
20 increase compensation for persons employed in direct, front-line  
21 service delivery.

22 (4) CORRECTIONAL INDUSTRIES

23	General Fund Appropriation (FY 1998)	. . . . .	\$	4,055,000
24	General Fund Appropriation (FY 1999)	. . . . .	\$	4,167,000
25	TOTAL APPROPRIATION	. . . . .	\$	8,222,000

26 The appropriations in this subsection are subject to the following  
27 conditions and limitations:

28 (a) \$100,000 of the general fund fiscal year 1998 appropriation and  
29 \$100,000 of the general fund fiscal year 1999 appropriation are  
30 provided solely for transfer to the jail industries board. The board  
31 shall use the amounts provided only for administrative expenses,  
32 equipment purchases, and technical assistance associated with advising  
33 cities and counties in developing, promoting, and implementing  
34 consistent, safe, and efficient offender work programs.

35 (b) \$50,000 of the general fund appropriation for fiscal year 1998  
36 and \$50,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for the correctional industries board of directors to

1 hire one staff person, responsible directly to the board, to assist the  
2 board in fulfilling its duties.

3 (5) INTERAGENCY PAYMENTS

4	General Fund Appropriation (FY 1998)	.\$((6,945,000))
5		<u>7,039,000</u>
6	General Fund Appropriation (FY 1999)	.\$((6,444,000))
7		<u>6,350,000</u>
8	TOTAL APPROPRIATION	.\$ 13,389,000

9 **Sec. 219.** 1997 c 454 s 214 (uncodified) is amended to read as  
10 follows:

11 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

12	General Fund--State Appropriation (FY 1998)	.\$((1,260,000))
13		<u>1,286,000</u>
14	General Fund--State Appropriation (FY 1999)	.\$((1,261,000))
15		<u>2,475,000</u>
16	General Fund--Federal Appropriation	.\$(173,595,000))
17		<u>198,628,000</u>
18	General Fund--Private/Local Appropriation	.\$(24,842,000))
19		<u>28,650,000</u>
20	Unemployment Compensation Administration Account--	
21	Federal Appropriation	.\$ 181,985,000
22	Administrative Contingency Account	
23	Appropriation	.\$ 12,579,000
24	Employment Service Administrative Account	
25	Appropriation	.\$ 13,176,000
26	Employment and Training Trust Account	
27	Appropriation	.\$ ((600,000))
28		<u>948,000</u>
29	TOTAL APPROPRIATION	.\$(409,298,000))
30		<u>439,727,000</u>

31 The appropriations in this section are subject to the following  
32 conditions and limitations:

33 (1) Expenditures of funds appropriated in this section for the  
34 information systems projects identified in agency budget requests as  
35 "claims and adjudication call centers", "data/wage quality initiative",  
36 and "one stop information connectivity" are conditioned upon compliance  
37 with section 902 of this act.

1 (2) \$600,000 of the employment and training trust account  
2 appropriation is provided solely for the account's share of  
3 unemployment insurance tax collection costs.

4 (3) \$1,126,000 of the general fund--federal appropriation (~~(is)~~)  
5 and \$348,000 of the employment and training trust account appropriation  
6 are provided solely for the continuation of job placement centers  
7 colocated on community and technical college campuses.

8 (4) The employment security department shall spend no more than  
9 \$25,049,511 of the unemployment compensation administration account--  
10 federal appropriation for the general unemployment insurance  
11 development effort (GUIDE) project, except that the department may  
12 exceed this amount by up to \$2,600,000 to offset the cost associated  
13 with any vendor-caused delay. The additional spending authority is  
14 contingent upon the department fully recovering these moneys from any  
15 project vendors failing to perform in full. Authority to spend the  
16 amount provided by this subsection is conditioned on compliance with  
17 section 902 of this act.

18 (5) \$60,000 of the general fund--state fiscal year 1998  
19 appropriation and \$61,000 of the general fund--state fiscal year 1999  
20 appropriation are provided solely for the King county reemployment  
21 support center.

22 (6) \$1,200,000 of the general fund--state fiscal year 1998  
23 appropriation and \$1,200,000 of the general fund--state fiscal year  
24 1999 appropriation are provided solely for labor market information and  
25 employer outreach activities.

26 (End of part)

PART III  
NATURAL RESOURCES

Sec. 301. 1997 c 454 s 301 (uncodified) is amended to read as follows:

**FOR THE COLUMBIA RIVER GORGE COMMISSION**

General Fund--State Appropriation (FY 1998) . . . . .	\$ ((213,000))
	<u>221,000</u>
General Fund--State Appropriation (FY 1999) . . . . .	\$ ((222,000))
	<u>459,000</u>
General Fund--Private/Local Appropriation . . . . .	\$ ((435,000))
	<u>578,000</u>
TOTAL APPROPRIATION . . . . .	\$ ((870,000))
	<u>1,258,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$120,000 of the general fund--state appropriation for fiscal year 1998((,)) and \$120,000 of the general fund--state appropriation for fiscal year 1999((, and \$240,000 of the general fund--local appropriation)) are provided solely for each Washington Columbia river gorge county to receive an \$80,000 grant for the purposes of implementing the scenic area management plan. If a Columbia river gorge county has not adopted an ordinance to implement the scenic area management plan in accordance with the national scenic area act (P.L. 99-663), then the grant funds for that county may be used by the commission to implement the plan for that county.

(2) \$115,000 of the general fund--state appropriation for fiscal year 1999 is provided solely for a grant to Skamania county for the purpose of implementing the scenic area management plan.

Sec. 302. 1997 c 454 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

General Fund--State Appropriation (FY 1998) . . . . .	\$ (27,748,000)
	<u>26,013,000</u>
General Fund--State Appropriation (FY 1999) . . . . .	\$ (27,795,000)
	<u>31,369,000</u>

1	General Fund--Federal Appropriation . . . . .	\$	45,315,000
2	General Fund--Private/Local Appropriation . . . . .	\$	((643,000))
3			<u>1,200,000</u>
4	Special Grass Seed Burning Research Account		
5	Appropriation . . . . .	\$	((42,000))
6			<u>71,000</u>
7	Reclamation Revolving Account Appropriation . . . . .	\$	2,441,000
8	Flood Control Assistance Account Appropriation . . . . .	\$	4,850,000
9	State Emergency Water Projects Revolving Account		
10	Appropriation . . . . .	\$	319,000
11	Waste Reduction/Recycling/Litter Control		
12	Appropriation . . . . .	\$	10,316,000
13	State and Local Improvements Revolving Account		
14	(Waste Facilities) Appropriation . . . . .	\$	601,000
15	State and Local Improvements Revolving Account		
16	(Water Supply Facilities) Appropriation . . . . .	\$	1,366,000
17	Basic Data Account Appropriation . . . . .	\$	182,000
18	Vehicle Tire Recycling Account Appropriation . . . . .	\$	((1,194,000))
19			<u>357,000</u>
20	Water Quality Account Appropriation . . . . .	\$	2,892,000
21	Wood Stove Education and Enforcement Account		
22	Appropriation . . . . .	\$	((1,055,000))
23			<u>848,000</u>
24	Worker and Community Right-to-Know Account		
25	Appropriation . . . . .	\$	469,000
26	State Toxics Control Account Appropriation . . . . .	\$	53,715,000
27	Local Toxics Control Account Appropriation . . . . .	\$	4,342,000
28	Water Quality Permit Account Appropriation . . . . .	\$	20,378,000
29	Underground Storage Tank Account Appropriation . . . . .	\$	((2,443,000))
30			<u>2,605,000</u>
31	Solid Waste Management Account Appropriation . . . . .	\$	((1,021,000))
32			<u>971,000</u>
33	Hazardous Waste Assistance Account Appropriation . . . . .	\$	3,615,000
34	Air Pollution Control Account Appropriation . . . . .	\$	16,224,000
35	Oil Spill Administration Account Appropriation . . . . .	\$	((6,958,000))
36			<u>6,998,000</u>
37	Air Operating Permit Account Appropriation . . . . .	\$	((4,033,000))
38			<u>3,808,000</u>
39	Freshwater Aquatic Weeds Account Appropriation . . . . .	\$	1,829,000

1	Oil Spill Response Account Appropriation . . . . .	\$	7,078,000
2	Metals Mining Account Appropriation . . . . .	\$	42,000
3	Water Pollution Control Revolving Account--State		
4	Appropriation . . . . .	\$	349,000
5	Water Pollution Control Revolving Account--Federal		
6	Appropriation . . . . .	\$	1,726,000
7	Biosolids Permit Account Appropriation . . . . .	\$	567,000
8	Environmental Excellence Account Appropriation . . .	\$	247,000
9	<u>Wastewater Operator Certification Account</u>		
10	<u>Appropriation</u> . . . . .	\$	<u>177,000</u>
11	TOTAL APPROPRIATION . . . . .	\$	<del>((251,795,000))</del>
12			<u>253,103,000</u>

13       The appropriations in this section are subject to the following  
14 conditions and limitations:

15       (1) \$3,211,000 of the general fund--state appropriation for fiscal  
16 year 1998, \$3,211,000 of the general fund--state appropriation for  
17 fiscal year 1999, \$394,000 of the general fund--federal appropriation,  
18 \$2,017,000 of the oil spill administration account, \$819,000 of the  
19 state toxics control account appropriation, and \$3,591,000 of the water  
20 quality permit fee account are provided solely for the implementation  
21 of the Puget Sound work plan and agency action items DOE-01, DOE-02,  
22 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09.

23       (2) \$2,000,000 of the state toxics control account appropriation is  
24 provided solely for the following purposes:

25       (a) To conduct remedial actions for sites for which there are no  
26 potentially liable persons, for which potentially liable persons cannot  
27 be found, or for which potentially liable persons are unable to pay for  
28 remedial actions; and

29       (b) To provide funding to assist potentially liable persons under  
30 RCW 70.105D.070(2)(d)(xi) to pay for the cost of the remedial actions;  
31 and

32       (c) To conduct remedial actions for sites for which potentially  
33 liable persons have refused to conduct remedial actions required by the  
34 department; and

35       (d) To contract for services as necessary to support remedial  
36 actions.

37       ~~((+6))~~ (3) \$200,000 of the general fund--state appropriation for  
38 fiscal year 1998 is provided solely for the implementation of Engrossed  
39 Substitute House Bill No. 1118 (reopening a water rights claim filing

1 period). If the bill is not enacted by June 30, 1997, the amount  
2 provided in this subsection shall lapse.

3 ~~((+7))~~ (4) \$3,600,000 of the general fund--state appropriation for  
4 fiscal year 1998 and \$3,600,000 of the general fund--state  
5 appropriation for fiscal year 1999 are provided solely for the auto  
6 emissions inspection and maintenance program. Expenditures of the  
7 amounts provided in this subsection are contingent upon a like amount  
8 being deposited in the general fund from the auto emission inspection  
9 fees in accordance with RCW 70.120.170(4).

10 ~~((+8))~~ (5) \$170,000 of the oil spill administration account  
11 appropriation is provided solely for implementation of the Puget Sound  
12 work plan action item UW-02 through a contract with the University of  
13 Washington's Sea Grant program in order to develop an educational  
14 program that targets small spills from commercial fishing vessels,  
15 ferries, cruise ships, ports, and marinas.

16 ~~((+9))~~ (6) The merger of the office of marine safety into the  
17 department of ecology shall be accomplished in a manner that will  
18 maintain a priority focus on oil spill prevention, as well as maintain  
19 a strong oil spill response capability. The merged program shall be  
20 established to provide a high level of visibility and ensure that there  
21 shall not be a diminution of the existing level of effort from the  
22 merged programs.

23 ~~((+10))~~ (7) The entire environmental excellence account  
24 appropriation is provided solely for the implementation of Engrossed  
25 Second Substitute House Bill No. 1866 (environmental excellence). If  
26 the bill is not enacted by June 30, 1997, the amount provided in this  
27 subsection shall lapse. In implementing the bill, the department shall  
28 organize the needed expertise to process environmental excellence  
29 applications after an application has been received.

30 ~~((+11))~~ (8) \$200,000 of the freshwater aquatic weeds account  
31 appropriation is provided solely to address saltcedar weed problems.

32 ~~((+12))~~ (9) \$4,498,000 of the waste reduction, recycling, and  
33 litter control account appropriation is provided for fiscal year 1998  
34 and \$5,818,000 is provided for fiscal year 1999 to be expended in the  
35 following ratios: Fifty percent for a litter patrol program to employ  
36 youth and correctional work crews to remove litter from places that are  
37 most visible to the public; twenty percent for grants to local  
38 governments for litter cleanup under RCW 70.93.250; and thirty percent  
39 for public education and awareness programs and programs to foster

1 local waste reduction and recycling efforts. From the amounts provided  
2 in this subsection, the department shall provide \$352,000 through an  
3 interagency agreement to the department of corrections to hire  
4 correctional crews to remove litter in areas that are not accessible to  
5 youth crews.

6 ~~((13))~~ (10) The entire biosolids permit account appropriation is  
7 provided solely for implementation of Engrossed Senate Bill No. 5590  
8 (biosolids management). If the bill is not enacted by June 30, 1997,  
9 the entire appropriation is null and void.

10 ~~((14))~~ (11) \$29,000 of the general fund--state appropriation for  
11 fiscal year 1998 and \$99,000 of the general fund--state appropriation  
12 for fiscal year 1999 are provided solely for the implementation of  
13 Substitute House Bill No. 1985 (landscape management plans). If the  
14 bill is not enacted by June 30, 1997, the amounts provided in this  
15 subsection shall lapse.

16 ~~((15))~~ (12) \$60,000 of the freshwater aquatic weeds account  
17 appropriation is provided solely for a grant to the department of fish  
18 and wildlife to control and eradicate purple loosestrife using the most  
19 cost-effective methods available, including chemical control where  
20 appropriate.

21 ~~((16))~~ (13) \$250,000 of the flood control assistance account  
22 appropriation is provided solely as a reappropriation to complete the  
23 Skokomish valley flood reduction plan. The amount provided in this  
24 subsection shall be reduced by the amount expended from this account  
25 for the Skokomish valley flood reduction plan during the biennium  
26 ending June 30, 1997.

27 ~~((18))~~ (14) \$600,000 of the flood control assistance account  
28 appropriation is provided solely to complete flood control projects  
29 that were awarded funds during the 1995-97 biennium. These funds shall  
30 be spent only to complete projects that could not be completed during  
31 the 1995-97 biennium due to delays caused by weather or delays in the  
32 permitting process.

33 ~~((19))~~ (15) \$113,000 of the general fund--state appropriation for  
34 fiscal year 1998 and \$112,000 of the general fund--state appropriation  
35 for fiscal year 1999 are provided solely for implementation of  
36 Substitute Senate Bill No. 5505 (assistance to water applicants). If  
37 the bill is not enacted by June 30, 1997, the amounts provided in this  
38 subsection shall lapse.

1       (~~(20)~~) (16) \$70,000 of the general fund--state appropriation for  
2 fiscal year 1998 and \$70,000 of the general fund--state appropriation  
3 for fiscal year 1999 are provided solely for implementation of  
4 Substitute Senate Bill No. 5785 (consolidation of groundwater rights).  
5 If the bill is not enacted by June 30, 1997, the amounts provided in  
6 this subsection shall lapse.

7       (~~(21)~~) (17) \$20,000 of the general fund--state appropriation for  
8 fiscal year 1998 and \$20,000 of the general fund--state appropriation  
9 for fiscal year 1999 are provided solely for implementation of  
10 Substitute Senate Bill No. 5276 (water right applications). If the  
11 bill is not enacted by June 30, 1997, the amounts provided in this  
12 subsection shall lapse.

13       (~~(23)~~) (18) \$500,000 of the general fund--state appropriation for  
14 fiscal year 1998 and \$500,000 of the general fund--state appropriation  
15 for fiscal year 1999 are provided solely for the continuation of the  
16 southwest Washington coastal erosion study.

17       (19) \$2,316,000 of the general fund--state appropriation for fiscal  
18 year 1999 is provided solely for the department to participate with the  
19 departments of fish and wildlife; community, trade, and economic  
20 development; and health in teams to support local watershed planning  
21 efforts integrating water quantity, water quality, and fish habitat  
22 issues. Of this amount, \$178,000 shall be allocated to work in the  
23 lower Columbia area as part of the lower Columbia steelhead initiative.

24       (20) \$905,000 of the general fund--state appropriation for fiscal  
25 year 1999 is provided solely for the department to establish total  
26 maximum daily load (TMDLs) assessments on water bodies across the state  
27 to meet the requirements of the memorandum of agreement between the  
28 department and the United States environmental protection agency  
29 regarding the implementation of section 303(d) of the federal clean  
30 water act. Of this amount, \$152,000 shall be allocated to establishing  
31 TMDLs in the lower Columbia area as part of the lower Columbia  
32 steelhead initiative.

33       (21) \$771,000 of the general fund--state appropriation for fiscal  
34 year 1999 is provided solely for additional staff for water quality  
35 related inspections, permitting, and enforcement activities on dairy  
36 farms. Of this amount, \$32,000 shall be allocated to work in the lower  
37 Columbia area as part of the lower Columbia steelhead initiative.

38       (22) \$350,000 of the general fund--state appropriation for fiscal  
39 year 1999 is provided solely for efforts to address coastal erosion.

1 Of this amount, \$275,000 is provided for a grant to the city of Ocean  
2 Shores for environmental and economic studies and emergency management  
3 planning.

4 (23) \$937,000 of the general fund--state appropriation for fiscal  
5 year 1999 is provided solely to implement the state's responsibilities  
6 in the lower Columbia steelhead initiative.

7 (24) \$46,000 of the general fund--state appropriation for fiscal  
8 year 1999 is provided solely for the implementation of Z-0979.3/98  
9 (flood planning). If this bill or substantially similar legislation is  
10 not enacted by June 30, 1998, the amount provided in this subsection  
11 shall lapse.

12 (25) \$162,000 of the underground storage tank appropriation is  
13 provided solely for the implementation of Z-0961.1/98 (underground  
14 storage tanks). If this bill or substantially similar legislation is  
15 not enacted by June 30, 1998, the amount provided in this subsection  
16 shall lapse.

17 (26) \$177,000 of the wastewater operator certification account is  
18 provided solely for the implementation of Z-0947.7/98 (domestic waste  
19 treatment plants). If this bill or substantially similar legislation  
20 is not enacted by June 30, 1998, the amount provided in this subsection  
21 shall lapse.

22 **Sec. 303.** 1997 c 454 s 303 (uncodified) is amended to read as  
23 follows:

24 **FOR THE STATE PARKS AND RECREATION COMMISSION**

25	General Fund--State Appropriation (FY 1998) . . . . .	\$( <del>20,526,000</del> )
26		<u>20,495,000</u>
27	General Fund--State Appropriation (FY 1999) . . . . .	\$( <del>20,335,000</del> )
28		<u>21,004,000</u>
29	General Fund--Federal Appropriation . . . . .	\$( <del>2,428,000</del> )
30		<u>4,343,000</u>
31	General Fund--Private/Local Appropriation . . . . .	\$ 59,000
32	Winter Recreation Program Account Appropriation . . .	\$ 759,000
33	Off Road Vehicle Account Appropriation . . . . .	\$ 251,000
34	Snowmobile Account Appropriation . . . . .	\$( <del>2,290,000</del> )
35		<u>3,240,000</u>
36	Aquatic Lands Enhancement Account Appropriation . . .	\$ 321,000
37	Public Safety and Education Account Appropriation . .	\$ 48,000
38	Industrial Insurance Premium Refund Appropriation . .	\$ 10,000

1	Waste Reduction/Recycling/Litter Control	
2	Appropriation . . . . .	\$ 34,000
3	Water Trail Program Account Appropriation . . . . .	\$ 14,000
4	Parks Renewal and Stewardship Account	
5	Appropriation . . . . .	\$ (25,344,000)
6		<u>26,344,000</u>
7	TOTAL APPROPRIATION . . . . .	\$ (72,419,000)
8		<u>76,922,000</u>

9       The appropriations in this section are subject to the following  
10 conditions and limitations:

11       (1) \$189,000 of the aquatic lands enhancement account appropriation  
12 is provided solely for the implementation of the Puget Sound work plan  
13 agency action items P&RC-01 and P&RC-03.

14       (2) \$264,000 of the general fund--federal appropriation is provided  
15 for boater programs state-wide and for implementation of the Puget  
16 Sound work plan.

17       (3) \$45,000 of the general fund--state appropriation for fiscal  
18 year 1998 is provided solely for a feasibility study of a  
19 public/private effort to establish a reserve for recreation and  
20 environmental studies in southwest Kitsap county.

21       (4) Within the funds provided in this section, the state parks and  
22 recreation commission shall provide to the legislature a status report  
23 on implementation of the recommendations contained in the 1994 study on  
24 the restructuring of Washington state parks. This status report shall  
25 include an evaluation of the campsite reservation system including the  
26 identification of any incremental changes in revenues associated with  
27 implementation of the system and a progress report on other enterprise  
28 activities being undertaken by the commission. The report may also  
29 include recommendations on other revenue generating options. In  
30 preparing the report, the commission is encouraged to work with  
31 interested parties to develop a long-term strategy to support the park  
32 system. The commission shall provide this report by December 1, 1997.

33       (5) \$((85,000)) 48,000 of the general fund--state appropriation for  
34 fiscal year 1998 and \$((165,000)) 202,000 of the general fund--state  
35 appropriation for fiscal year 1999 are provided solely for development  
36 of underwater park programs and facilities. The department shall work  
37 with the underwater parks program task force to develop specific plans  
38 for the use of these funds.

1 (6) \$40,000 of the general fund--state appropriation for fiscal  
2 year 1999 is provided solely for a grant for the operation of the  
3 Northwest avalanche center.

4 (7) The state parks and recreation commission is authorized to  
5 raise fees in excess of the fiscal growth factors established by  
6 Initiative Measure No. 601.

7 **Sec. 304.** 1997 c 149 s 306 (uncodified) is amended to read as  
8 follows:

9 **FOR THE CONSERVATION COMMISSION**

10	General Fund Appropriation (FY 1998) . . . . .	\$	838,000
11	General Fund Appropriation (FY 1999) . . . . .	\$	<del>((840,000))</del>
12			<u>6,914,000</u>
13	Water Quality Account Appropriation . . . . .	\$	440,000
14	TOTAL APPROPRIATION . . . . .	\$	<del>((2,118,000))</del>
15			<u>8,192,000</u>

16 The appropriations in this section are subject to the following  
17 conditions and limitations:

18 (1) \$181,000 of the general fund appropriation for fiscal year  
19 1998, \$181,000 of the general fund appropriation for fiscal year 1999,  
20 and \$130,000 of the water quality account appropriation are provided  
21 solely for the implementation of the Puget Sound work plan agency  
22 action item CC-01.

23 (2) \$6,000,000 of the general fund appropriation for fiscal year  
24 1999 is provided solely for the conservation reserve program. Not more  
25 than three percent of this amount may be used for administrative  
26 support.

27 (3) \$74,000 of the general fund appropriation for fiscal year 1999  
28 is provided solely for the lower Columbia steelhead initiative.

29 **Sec. 305.** 1997 c 454 s 304 (uncodified) is amended to read as  
30 follows:

31 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

32	General Fund--State Appropriation (FY 1998) . . . . .	\$	<del>(36,049,000)</del>
33			<u>37,240,000</u>
34	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>(36,571,000)</del>
35			<u>45,090,000</u>
36	General Fund--Federal Appropriation . . . . .	\$	<del>(73,015,000)</del>
37			<u>74,637,000</u>

1	General Fund--Private/Local Appropriation . . . . .	\$	26,758,000
2	Off Road Vehicle Account Appropriation . . . . .	\$	488,000
3	Aquatic Lands Enhancement Account Appropriation . . .	\$	5,593,000
4	Public Safety and Education Account Appropriation . .	\$	590,000
5	Industrial Insurance Premium Refund Appropriation . .	\$	120,000
6	Recreational Fisheries Enhancement Appropriation . .	\$	2,387,000
7	Warm Water Game Fish Account Appropriation . . . . .	\$	2,419,000
8	Wildlife Account Appropriation . . . . .	\$	<del>(52,372,000)</del>
9			<u>51,622,000</u>
10	Game Special Wildlife Account--State Appropriation .	\$	1,911,000
11	Game Special Wildlife Account--Federal Appropriation	\$	10,844,000
12	Game Special Wildlife Account--Private/Local		
13	Appropriation . . . . .	\$	350,000
14	Oil Spill Administration Account Appropriation . . .	\$	843,000
15	Environmental Excellence Account Appropriation . . .	\$	20,000
16	Eastern Washington Pheasant Enhancement Account		
17	Appropriation . . . . .	\$	547,000
18	TOTAL APPROPRIATION . . . . .		<del>(\$250,877,000)</del>
19			<u>261,459,000</u>

20       The appropriations in this section are subject to the following  
21 conditions and limitations:

22       (1) \$1,181,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$1,181,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely for the implementation of the  
25 Puget Sound work plan agency action items DFW-01, DFW-03, DFW-04, and  
26 DFW-8 through DFW-15.

27       (2) \$188,000 of the general fund--state appropriation for fiscal  
28 year 1998 and \$155,000 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely for a maintenance and inspection  
30 program for department-owned dams. The department shall submit a  
31 report to the governor and the appropriate legislative committees by  
32 October 1, 1998, on the status of department-owned dams. This report  
33 shall provide a recommendation, including a cost estimate, on whether  
34 each facility should continue to be maintained or should be  
35 decommissioned.

36       (3) \$832,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$825,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely to implement salmon recovery

1 activities and other actions required to respond to federal listings of  
2 salmon species under the endangered species act.

3 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the  
4 general fund--state appropriation for fiscal year 1998, and \$73,000 of  
5 the general fund--state appropriation for fiscal year 1999 are provided  
6 solely for control and eradication of class B designate weeds on  
7 department owned and managed lands. The amounts from the general  
8 fund--state appropriations are provided solely for control of spartina.

9 (5) \$140,000 of the wildlife account appropriation is provided  
10 solely for a cooperative effort with the department of agriculture for  
11 research and eradication of purple loosestrife on state lands.

12 (6) In controlling weeds on state-owned lands, the department shall  
13 use the most cost-effective methods available, including chemical  
14 control where appropriate, and the department shall report to the  
15 appropriate committees of the legislature by January 1, 1998, on  
16 control methods, costs, and acres treated during the previous year.

17 ~~(7) ((A maximum of \$1,000,000 is provided from the wildlife fund  
18 for fiscal year 1998. The amount provided in this subsection is for  
19 the emergency feeding of deer and elk that may be starving and that are  
20 posing a risk to private property due to severe winter conditions  
21 during the winter of 1997-98. The amount expended under this  
22 subsection must not exceed the amount raised pursuant to section 3 of  
23 Substitute House Bill No. 1478. Of the amount expended under this  
24 subsection, not more than fifty percent may be from fee revenue  
25 generated pursuant to section 3 of Substitute House Bill No. 1478. If  
26 the bill is not enacted by June 30, 1997, the amount provided in this  
27 subsection shall lapse.~~

28 ~~(8))~~ \$193,000 of the general fund--state appropriation for fiscal  
29 year 1998, \$194,000 of the general fund--state appropriation for fiscal  
30 year 1999, and \$300,000 of the wildlife account appropriation are  
31 provided solely for the design and development of an automated license  
32 system.

33 ~~((9))~~ (8) The department is directed to offer for sale its Cessna  
34 421 aircraft by June 30, 1998. Proceeds from the sale shall be  
35 deposited in the wildlife account.

36 ~~((10))~~ (9) \$500,000 of the general fund--state appropriation for  
37 fiscal year 1998 and \$500,000 of the general fund--state appropriation  
38 for fiscal year 1999 are provided solely to continue the department's  
39 habitat partnerships program during the 1997-99 biennium.

1       (~~(11)~~) (10) \$350,000 of the general fund--state appropriation for  
2 fiscal year 1998 and \$350,000 of the general fund--state appropriation  
3 for fiscal year 1999 are provided solely for purchase of monitoring  
4 equipment necessary to fully implement mass marking of coho salmon.

5       (~~(12)~~) (11) \$238,000 of the general fund--state appropriation for  
6 fiscal year 1998 and \$219,000 of the general fund--state appropriation  
7 for fiscal year 1999 are provided solely for the implementation of  
8 Substitute House Bill No. 1985 (landscape management plans). If the  
9 bill is not enacted by June 30, 1997, the amounts provided in this  
10 subsection shall lapse.

11       (~~(13)~~) (12) \$150,000 of the general fund--state appropriation for  
12 fiscal year 1998 and \$150,000 of the general fund--state appropriation  
13 for fiscal year 1999 are provided solely for a contract with the United  
14 States department of agriculture to carry out animal damage control  
15 projects throughout the state related to cougars, bears, and coyotes.

16       (~~(14)~~) (13) \$97,000 of the general fund--state appropriation for  
17 fiscal year 1998 and \$98,000 of the general fund--state appropriation  
18 for fiscal year 1999 are provided solely to implement animal damage  
19 control programs for Canada geese in the lower Columbia river basin.

20       (~~(15)~~) (14) \$170,000 of the general fund--state appropriation for  
21 fiscal year 1998, \$170,000 of the general fund--state appropriation for  
22 fiscal year 1999, and \$360,000 of the wildlife account appropriation  
23 are provided solely to hire additional enforcement officers to address  
24 problem wildlife throughout the state.

25       (~~(17)~~) (15) \$133,000 of the general fund--state appropriation for  
26 fiscal year 1998 and \$133,000 of the general fund--state appropriation  
27 for fiscal year 1999 are provided solely to implement Substitute Senate  
28 Bill No. 5442 (flood control permitting). If the bill is not enacted  
29 by June 30, 1997, the amounts provided in this subsection shall lapse.

30       (~~(18)~~) (16) \$100,000 of the aquatic lands enhancement account  
31 appropriation is provided solely for grants to the regional fisheries  
32 enhancement groups.

33       (~~(19)~~) (17) \$547,000 of the eastern Washington pheasant  
34 enhancement account appropriation is provided solely for implementation  
35 of Substitute Senate Bill No. 5104 (pheasant enhancement program). If  
36 the bill is not enacted by June 30, 1997, the amounts provided in this  
37 subsection shall lapse.

38       (~~(20)~~) (18) \$150,000 of the general fund--state appropriation for  
39 fiscal year 1998 and \$150,000 of the general fund--state appropriation

1 for fiscal year 1999 are provided solely to hire Washington  
2 conservation corps crews to maintain department-owned and managed  
3 lands.

4 (~~((21))~~) (19) The entire environmental excellence account  
5 appropriation is provided solely for implementation of Engrossed Second  
6 Substitute House Bill No. 1866 (environmental excellence). If the bill  
7 is not enacted by June 30, 1997, the entire appropriation is null and  
8 void.

9 (~~((22))~~) (20) \$156,000 of the recreational fisheries enhancement  
10 appropriation is provided solely for Substitute Senate Bill No. 5102  
11 (fishing license surcharge). If the bill is not enacted by June 30,  
12 1997, the amount provided in this subsection shall lapse.

13 (~~((23))~~) (21) \$25,000 of the general fund--state appropriation for  
14 fiscal year 1998 and \$25,000 of the general fund--state appropriation  
15 for fiscal year 1999 are provided solely for staffing and operation of  
16 the Tennant Lake interpretive center.

17 (22) \$891,000 of the general fund--state appropriation for fiscal  
18 year 1999 is provided solely for the operation of the governor's salmon  
19 team.

20 (23) \$2,740,000 of the general fund--state appropriation for fiscal  
21 year 1999 is provided solely to address fish passage barriers across  
22 the state. These funds shall be spent in the following manner: (a)  
23 \$600,000 for grants to local governments to inventory fish passage  
24 barriers; (b) \$1,425,000 for grants to local governments and state  
25 agencies to correct fish passage barriers. Of this amount, at least  
26 \$825,000 is for projects in the lower Columbia steelhead evolutionary  
27 significant unit including Cedar Creek; (c) \$481,000 for technical  
28 assistance to local governments for inventory and barrier correction  
29 projects and the development of a computerized inventory of fish  
30 passage barriers on state highways.

31 (24) \$1,104,000 of the general fund--state appropriation for fiscal  
32 year 1999 is provided solely to implement the state's responsibilities  
33 in the lower Columbia steelhead initiative.

34 (25) \$1,170,000 of the general fund--state appropriation for fiscal  
35 year 1999 and \$3,500,000 of the general fund--federal appropriation are  
36 provided solely to implement a license buy-back program for commercial  
37 fishing licenses.

38 (26) \$939,000 of the general fund--state appropriation for fiscal  
39 year 1998 and \$939,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for fish and wildlife enforcement  
2 officers on the Columbia river for which funding from the Bonneville  
3 power administration has been eliminated.

4 (27) \$483,000 of the general fund--state appropriation for fiscal  
5 year 1999 is provided solely for the department to participate with the  
6 departments of ecology; community, trade, and economic development; and  
7 health in teams to support local watershed planning efforts integrating  
8 water quantity, water quality, and fish habitat issues.

9 (28) \$546,000 of the general fund--state appropriation for fiscal  
10 year 1999 is provided solely for partnership grants for salmonid  
11 restoration projects across the state.

12 (29) \$448,000 of the general fund--state appropriation for fiscal  
13 year 1998 and \$789,000 of the general fund--state appropriation for  
14 fiscal year 1999 are provided solely for the department to conduct  
15 marbled murrelet surveys on privately owned forest lands in western  
16 Washington as required by new forest practice rules adopted July 10,  
17 1997.

18 (30) \$250,000 of the general fund--state appropriation for fiscal  
19 year 1999 is provided solely for excessive deer and elk damage claims.

20 **Sec. 306.** 1997 c 454 s 305 (uncodified) is amended to read as  
21 follows:

22 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

23	General Fund--State Appropriation (FY 1998) . . . . .	\$	23,767,000
24	General Fund--State Appropriation (FY 1999) . . . . .	\$	<del>((24,168,000))</del>
25			<u>24,918,000</u>
26	General Fund--Federal Appropriation . . . . .	\$	1,156,000
27	General Fund--Private/Local Appropriation . . . . .	\$	422,000
28	Forest Development Account Appropriation . . . . .	\$	49,923,000
29	Off Road Vehicle Account Appropriation . . . . .	\$	3,628,000
30	Surveys and Maps Account Appropriation . . . . .	\$	2,088,000
31	Aquatic Lands Enhancement Account Appropriation . . . . .	\$	4,869,000
32	Resources Management Cost Account Appropriation . . . . .	\$	89,613,000
33	Waste Reduction/Recycling/Litter Control		
34	Appropriation . . . . .	\$	450,000
35	Surface Mining Reclamation Account Appropriation . . . . .	\$	1,420,000
36	Aquatic Land Dredged Material Disposal Site Account		
37	Appropriation . . . . .	\$	751,000
38	Natural Resources Conservation Areas Stewardship		

1	Account Appropriation . . . . .	\$	77,000
2	Air Pollution Control Account Appropriation . . . . .	\$	890,000
3	Metals Mining Account Appropriation . . . . .	\$	62,000
4	TOTAL APPROPRIATION . . . . .	\$	((203,284,000))
5			<u>204,034,000</u>

6 The appropriations in this section are subject to the following  
7 conditions and limitations:

8 (1) \$7,017,000 of the general fund--state appropriation for fiscal  
9 year 1998 and \$6,900,000 of the general fund--state appropriation for  
10 fiscal year 1999 are provided solely for emergency fire suppression.

11 (2) \$18,000 of the general fund--state appropriation for fiscal  
12 year 1998, \$18,000 of the general fund--state appropriation for fiscal  
13 year 1999, and \$957,000 of the aquatic lands enhancement account  
14 appropriation are provided solely for the implementation of the Puget  
15 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

16 (3) \$450,000 of the resource management cost account appropriation  
17 is provided solely for the control and eradication of class B designate  
18 weeds on state lands. The department shall use the most cost-effective  
19 methods available, including chemical control where appropriate, and  
20 report to the appropriate committees of the legislature by January 1,  
21 1998, on control methods, costs, and acres treated during the previous  
22 year.

23 (4) \$1,332,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$1,713,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely for fire protection activities.

26 (5) \$541,000 of the general fund--state appropriation for fiscal  
27 year 1998 and \$549,000 of the general fund--state appropriation for  
28 fiscal year 1999 are provided solely for the stewardship of natural  
29 area preserves, natural resource conservation areas, and the operation  
30 of the natural heritage program.

31 (6) \$2,300,000 of the aquatic lands enhancement account  
32 appropriation is provided for the department's portion of the Eagle  
33 Harbor settlement.

34 (7) \$195,000 of the general fund--state appropriation for fiscal  
35 year 1998 and \$220,000 of the general fund--state appropriation for  
36 fiscal year 1999 are provided solely for the implementation of  
37 Substitute House Bill No. 1985 (landscape management plans). If the  
38 bill is not enacted by June 30, 1997, the amounts provided in this  
39 subsection shall lapse.

1 (8) \$600,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$600,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely for the cooperative monitoring,  
4 evaluation, and research projects related to implementation of the  
5 timber-fish-wildlife agreement.

6 (9) \$6,568,000 of the forest development account appropriation is  
7 provided solely for silviculture activities on forest board lands. To  
8 the extent that forest board counties apply for reconveyance of lands  
9 pursuant to Substitute Senate Bill No. 5325 (county land transfers),  
10 the amount provided in this subsection shall be reduced by an amount  
11 equal to the estimated silvicultural expenditures planned in each  
12 county that applies for reconveyance.

13 (10) \$750,000 of the general fund--state appropriation for fiscal  
14 year 1999 is provided solely for replacement of mobile radio systems to  
15 ensure compatibility with and usage of new radio channels. Replacement  
16 of systems may only occur where failure to convert to new channels  
17 within one year could result in loss of channel licenses.

18 **Sec. 307.** 1997 c 149 s 309 (uncodified) is amended to read as  
19 follows:

20 **FOR THE DEPARTMENT OF AGRICULTURE**

21	General Fund--State Appropriation (FY 1998) . . . . .	\$((7,596,000))
22		<u>7,672,000</u>
23	General Fund--State Appropriation (FY 1999) . . . . .	\$((7,008,000))
24		<u>8,331,000</u>
25	General Fund--Federal Appropriation . . . . .	\$((4,716,000))
26		<u>5,077,000</u>
27	General Fund--Private/Local Appropriation . . . . .	\$ 405,000
28	Aquatic Lands Enhancement Account Appropriation . . .	\$ 806,000
29	Industrial Insurance Premium Refund Appropriation . .	\$ 184,000
30	State Toxics Control Account Appropriation . . . . .	\$ 1,338,000
31	TOTAL APPROPRIATION . . . . .	\$((22,053,000))
32		<u>23,813,000</u>

33 The appropriations in this section are subject to the following  
34 conditions and limitations:

35 (1) \$35,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$36,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided solely for technical assistance on

1 pesticide management including the implementation of the Puget Sound  
2 work plan agency action item DOA-01.

3 (2) \$461,000 of the general fund--state appropriation for fiscal  
4 year 1998, \$421,000 of the general fund--state appropriation for fiscal  
5 year 1999, and \$((361,000)) 722,000 of the general fund--federal  
6 appropriation are provided solely to monitor and eradicate the Asian  
7 gypsy moth.

8 (3) \$138,000 of the general fund--state appropriation for fiscal  
9 year 1998 and \$138,000 of the general fund--state appropriation for  
10 fiscal year 1999 are provided solely for two additional staff positions  
11 in the plant protection program.

12 (4) \$12,000 of the general fund--state appropriation for fiscal  
13 year 1998 and \$13,000 of the general fund--state appropriation for  
14 fiscal year 1999 are provided solely for the implementation of  
15 Substitute Senate Bill No. 5077 (integrated pest management). If the  
16 bill is not enacted by June 30, 1997, the amount provided in this  
17 subsection shall lapse.

18 (5) \$67,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$191,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided solely for a study on fertilizer safety.

21 **Sec. 308.** 1997 c 149 s 310 (uncodified) is amended to read as  
22 follows:

23 **FOR THE WASHINGTON POLLUTION LIABILITY REINSURANCE PROGRAM**

24 Pollution Liability Insurance Program Trust Account

25	Appropriation . . . . .	\$ ((909,000))
26		<u>1,009,000</u>

27 (End of part)

**PART IV**  
**TRANSPORTATION**

**Sec. 401.** 1997 c 149 s 401 (uncodified) is each amended to read as follows:

**FOR THE DEPARTMENT OF LICENSING**

General Fund Appropriation (FY 1998)	\$((4,536,000))
	<u>4,686,000</u>
General Fund Appropriation (FY 1999)	\$((4,409,000))
	<u>4,532,000</u>
Architects' License Account Appropriation	\$ ((857,000))
	<u>829,000</u>
Cemetery Account Appropriation	\$ ((188,000))
	<u>232,000</u>
Professional Engineers' Account Appropriation	\$((2,674,000))
	<u>2,700,000</u>
Real Estate Commission Account Appropriation	\$((6,708,000))
	<u>7,062,000</u>
Master License Account Appropriation	\$((6,998,000))
	<u>6,963,000</u>
Uniform Commercial Code Account Appropriation	\$((4,291,000))
	<u>3,521,000</u>
Real Estate Education Account Appropriation	\$ 606,000
Funeral Directors And Embalmers Account Appropriation	\$ ((409,000))
	<u>418,000</u>
TOTAL APPROPRIATION	\$ ((31,676,000))
	<u>31,549,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) \$21,000 of the general fund fiscal year 1998 appropriation and \$22,000 of the general fund fiscal year 1999 appropriation are provided solely to implement House Bill No. 1827 or Senate Bill No. 5754 (boxing, martial arts, wrestling). If neither bill is enacted by June 30, 1997, the amounts provided in this subsection shall lapse.

(2) \$40,000 of the master license account appropriation is provided solely to implement Substitute Senate Bill No. 5483 (whitewater river

1 outfitters). If the bill is not enacted by June 30, 1997, the amount  
2 provided in this subsection shall lapse.

3 (3) \$229,000 of the general fund fiscal year 1998 appropriation and  
4 \$195,000 of the general fund fiscal year 1999 appropriation are  
5 provided solely for the implementation of Senate Bill No. 5997  
6 (cosmetology inspections). If the bill is not enacted by June 30,  
7 1997, the amount provided in this subsection shall lapse.

8 (4) \$31,000 of the general fund fiscal year 1998 appropriation,  
9 \$1,000 of the general fund fiscal 1999 appropriation, \$7,000 of the  
10 architects' license account appropriation, \$18,000 of the professional  
11 engineers' account appropriation, \$14,000 of the real estate commission  
12 account appropriation, \$40,000 of the master license account  
13 appropriation, and \$3,000 of the funeral directors and embalmers  
14 account appropriation are provided solely for the implementation of  
15 Engrossed House Bill No. 3901 (implementing welfare reform). If the  
16 bill is not enacted by June 30, 1997, the amounts provided in this  
17 subsection shall lapse.

18 (5) \$17,000 of the professional engineers' account appropriation is  
19 provided solely to implement Senate Bill No. 5266 (engineers/land  
20 surveyors). If the bill is not enacted by June 30, 1997, the amount  
21 provided in this subsection shall lapse.

22 (6) \$110,000 of the general fund fiscal year 1998 appropriation is  
23 provided solely to implement Senate Bill No. 5998 (cosmetology advisory  
24 board). If the bill is not enacted by June 30, 1997, the amount  
25 provided in this subsection shall lapse.

26 ~~(7) ((\$74,000 of the uniform commercial code account appropriation~~  
27 ~~is provided solely to implement Engrossed Senate Bill No. 5163 (UCC~~  
28 ~~filing). If the bill is not enacted by June 30, 1997, the amount~~  
29 ~~provided in this subsection shall lapse.~~

30 ~~(8))~~ \$11,000 of the general fund fiscal year 1998 appropriation  
31 and \$2,000 of the general fund fiscal year 1999 appropriation are  
32 provided solely to implement Substitute House Bill No. 1748 or  
33 Substitute Senate Bill No. 5513 (vessel registration). If neither bill  
34 is enacted by June 30, 1997, the amount provided in this subsection  
35 shall lapse.

36 (8) Within the appropriations provided in this section, the  
37 department shall conduct a study of the professional athletics program.  
38 The study shall examine current program responsibilities and compare  
39 Washington's regulation of professional sporting events with programs

1 in other states. The study should include recommendations to improve  
 2 Washington's regulatory system. In addition, the department should  
 3 examine the sufficiency of current revenue mechanisms. The department  
 4 shall report its findings and recommendations to the governor and the  
 5 relevant committees of the legislature by September 30, 1998.

6 (9) The department is authorized to raise existing fees charged in  
 7 the following programs: Engineers and land surveyors, architects,  
 8 appraisers, auctioneers, camp resorts, cemetery, court reporters,  
 9 cosmetology, employment agencies, professional athletics, security  
 10 guards, and uniform commercial code, in excess of the fiscal growth  
 11 factor established by Initiative Measure No. 601, if necessary, to meet  
 12 the actual cost of conducting business as required under RCW 43.24.086.

13 **Sec. 402.** 1997 c 149 s 402 (uncodified) is each amended to read as  
 14 follows:

15 **FOR THE STATE PATROL**

16	General Fund--State Appropriation (FY 1998) . . . . .	\$	7,712,000
17	General Fund--State Appropriation (FY 1999) . . . . .	\$	((7,850,000))
18			<u>9,835,000</u>
19	General Fund--Federal Appropriation . . . . .	\$	3,990,000
20	General Fund--Private/Local Appropriation . . . . .	\$	341,000
21	Public Safety and Education Account		
22	Appropriation . . . . .	\$	4,652,000
23	County Criminal Justice Assistance Account		
24	Appropriation . . . . .	\$	3,905,000
25	Municipal Criminal Justice Assistance Account		
26	Appropriation . . . . .	\$	1,573,000
27	Fire Service Trust Account Appropriation . . . . .	\$	92,000
28	Fire Service Training Account Appropriation . . . . .	\$	((1,762,000))
29			<u>2,295,000</u>
30	State Toxics Control Account Appropriation . . . . .	\$	439,000
31	Violence Reduction and Drug Enforcement Account		
32	Appropriation . . . . .	\$	((310,000))
33			<u>670,000</u>
34	Fingerprint Identification Account Appropriation . . . . .	\$	((3,082,000))
35			<u>3,220,000</u>
36	TOTAL APPROPRIATION . . . . .	\$	((35,708,000))
37			<u>38,724,000</u>



PART V  
EDUCATION

Sec. 501. 1997 c 454 s 501 (uncodified) is each amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR STATE ADMINISTRATION**

General Fund--State Appropriation (FY 1998) . . . \$	((20,758,000))
	<u>20,408,000</u>
General Fund--State Appropriation (FY 1999) . . . \$	((40,775,000))
	<u>66,263,000</u>
General Fund--Federal Appropriation . . . . . \$	49,439,000
Public Safety and Education Account	
Appropriation . . . . . \$	2,598,000
Violence Reduction and Drug Enforcement Account	
Appropriation . . . . . \$	3,672,000
Education Savings Account Appropriation . . . . . \$	((39,312,000))
	<u>45,312,000</u>
TOTAL APPROPRIATION . . . . . \$	((156,554,000))
	<u>187,692,000</u>

The appropriations in this section are subject to the following conditions and limitations:

(1) AGENCY OPERATIONS

(a) \$394,000 of the general fund--state appropriation for fiscal year 1998 and \$394,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for the operation and expenses of the state board of education, including basic education assistance activities.

(b)(i) \$250,000 of the general fund--state appropriation for fiscal year 1998 and \$250,000 of the general fund--state appropriation for fiscal year 1999 are provided solely for enhancing computer systems and support in the office of superintendent of public instruction. These amounts shall be used to: Make a database of school information available electronically to schools, state government, and the general public; reduce agency and school district administrative costs through more effective use of technology; and replace paper reporting and publication to the extent feasible with electronic media. The

1 superintendent, in cooperation with the commission on student learning,  
2 shall develop a state student record system including elements  
3 reflecting student achievement. The system shall be made available to  
4 the office of financial management and the legislature with suitable  
5 safeguards of student confidentiality. The superintendent shall report  
6 to the office of financial management and the legislative fiscal  
7 committees by December 1 of each year of the biennium on the progress  
8 and plans for the expenditure of these amounts.

9 (ii) The superintendent, in cooperation with the commission on  
10 student learning, shall develop a feasibility plan for a state student  
11 record system, including elements reflecting student academic  
12 achievement on goals 1 and 2 under RCW 28A.150.210. The feasibility  
13 plan shall be made available to the office of financial management and  
14 the fiscal and education committees of the legislature for approval  
15 before a student records database is established, and shall identify  
16 data elements to be collected and suitable safeguards of student  
17 confidentiality and proper use of database records, with particular  
18 attention to eliminating unnecessary and intrusive data about  
19 nonacademic related information.

20 (c) \$348,000 of the public safety and education account  
21 appropriation is provided solely for administration of the traffic  
22 safety education program, including in-service training related to  
23 instruction in the risks of driving while under the influence of  
24 alcohol and other drugs.

25 (d) \$50,000 of the general fund--state appropriation for fiscal  
26 year 1998 and \$50,000 of the general fund--state appropriation for  
27 fiscal year 1999 are provided solely to implement Substitute Senate  
28 Bill No. 5394 (school audit resolutions).

29 (2) STATE-WIDE PROGRAMS

30 (a) \$2,174,000 of the general fund--state appropriation is provided  
31 for in-service training and educational programs conducted by the  
32 Pacific Science Center.

33 (b) \$63,000 of the general fund--state appropriation is provided  
34 for operation of the Cispus environmental learning center.

35 (c) \$2,754,000 of the general fund--state appropriation is provided  
36 for educational centers, including state support activities. \$100,000  
37 of this amount is provided to help stabilize funding through  
38 distribution among existing education centers that are currently funded  
39 by the state at an amount less than \$100,000 a biennium.

1 (d) \$100,000 of the general fund--state appropriation is provided  
2 for an organization in southwest Washington that received funding from  
3 the Spokane educational center in the 1995-97 biennium and provides  
4 educational services to students who have dropped out.

5 (e) ~~\$(2,500,000))~~ 2,150,000 of the general fund--state fiscal year  
6 1998 appropriation and ~~\$(2,500,000))~~ 2,150,000 of the general fund--  
7 state fiscal year 1999 appropriation are provided solely ~~((for~~  
8 ~~implementation of reading initiatives to improve reading in early~~  
9 ~~grades as enacted by the 1997 legislature. Of this amount: (ii)~~  
10 ~~\$4,300,000 is provided solely))~~ to implement Engrossed Substitute House  
11 Bill No. 2042. Funds shall be used solely for the selection of the  
12 second grade reading tests in accordance with section 2 of the  
13 bill~~((7))~~; testing material, scoring, and training costs associated  
14 with the administration of the tests in the 1998-99 school year in  
15 accordance with sections 3 and 5 of the bill; and grants to school  
16 districts in accordance with sections 4 and 7 of the bill.

17 (f) \$3,672,000 of the violence reduction and drug enforcement  
18 account appropriation and \$2,250,000 of the public safety education  
19 account appropriation are provided solely for matching grants to  
20 enhance security in schools. Not more than seventy-five percent of a  
21 district's total expenditures for school security in any school year  
22 may be paid from a grant under this subsection. The grants shall be  
23 expended solely for the costs of employing or contracting for building  
24 security monitors in schools during school hours and school events. Of  
25 the amount provided in this subsection, at least \$2,850,000 shall be  
26 spent for grants to districts that, during the 1988-89 school year,  
27 employed or contracted for security monitors in schools during school  
28 hours. However, these grants may be used only for increases in school  
29 district expenditures for school security over expenditure levels for  
30 the 1988-89 school year.

31 (g) \$200,000 of the general fund--state appropriation for fiscal  
32 year 1998, \$200,000 of the general fund--state appropriation for fiscal  
33 year 1999, and \$400,000 of the general fund--federal appropriation  
34 transferred from the department of health are provided solely for a  
35 program that provides grants to school districts for media campaigns  
36 promoting sexual abstinence and addressing the importance of delaying  
37 sexual activity, pregnancy, and childbearing until individuals are  
38 ready to nurture and support their children. Grants to the school  
39 districts shall be for projects that are substantially designed and

1 produced by students. The grants shall require a local private sector  
2 match equal to one-half of the state grant, which may include in-kind  
3 contribution of technical or other assistance from consultants or firms  
4 involved in public relations, advertising broadcasting, and graphics or  
5 video production or other related fields.

6 (h) \$1,500,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$1,500,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for school district petitions to  
9 juvenile court for truant students as provided in RCW 28A.225.030 and  
10 28A.225.035. Allocation of this money to school districts shall be  
11 based on the number of petitions filed.

12 (i) \$300,000 of the general fund--state appropriation is provided  
13 for alcohol and drug prevention programs pursuant to RCW 66.08.180.

14 (j)(i) \$19,656,000 of the education savings account appropriation  
15 for fiscal year 1998 and \$19,656,000 of the education savings account  
16 appropriation for fiscal year 1999 are provided solely for matching  
17 grants and related state activities to provide school district  
18 consortia with programs utilizing technology to improve learning. A  
19 maximum of \$100,000 each fiscal year of this amount is provided for  
20 administrative support and oversight of the K-20 network by the  
21 superintendent of public instruction. The superintendent of public  
22 instruction shall convene a technology grants committee representing  
23 private sector technology, school districts, and educational service  
24 districts to recommend to the superintendent grant proposals that have  
25 the best plans for improving student learning through innovative  
26 curriculum using technology as a learning tool and evaluating the  
27 effectiveness of the curriculum innovations. After considering the  
28 technology grants committee recommendations, the superintendent shall  
29 make matching grant awards, including granting at least fifteen percent  
30 of funds on the basis of criteria in (ii)(A) through (C) of this  
31 subsection (2)(j).

32 (ii) Priority for award of funds will be to (A) school districts  
33 most in need of assistance due to financial limits, (B) school  
34 districts least prepared to take advantage of technology as a means of  
35 improving student learning, and (C) school districts in economically  
36 distressed areas. The superintendent of public instruction, in  
37 consultation with the technology grants committee, shall propose  
38 options to the committee for identifying and prioritizing districts  
39 according to criteria in (i) and (ii) of this subsection (2)(j).

1 (iii) Options for review criteria to be considered by the  
2 superintendent of public instruction include, but are not limited to,  
3 free and reduced lunches, levy revenues, ending fund balances,  
4 equipment inventories, and surveys of technology preparedness. An  
5 "economically distressed area" is (A) a county with an unemployment  
6 rate that is at least twenty percent above the state-wide average for  
7 the previous three years; (B) a county that has experienced sudden and  
8 severe or long-term and severe loss of employment, or erosion of its  
9 economic base resulting in decline of its dominant industries; or (C)  
10 a district within a county which (I) has at least seventy percent of  
11 its families and unrelated individuals with incomes below eighty  
12 percent of the county's median income for families and unrelated  
13 individuals; and (II) has an unemployment rate which is at least forty  
14 percent higher than the county's unemployment rate.

15 (k) \$50,000 of the general fund--state appropriations is provided  
16 as matching funds for district contributions to provide analysis of the  
17 efficiency of school district business practices. The superintendent  
18 of public instruction shall establish criteria, make awards, and  
19 provide a report to the fiscal committees of the legislature by  
20 December 15, 1997, on the progress and details of analysis funded under  
21 this subsection (2)(k).

22 (l) \$((~~19,977,000~~)) 19,818,000 of the general fund--state  
23 appropriation for fiscal year 1999 is provided solely for the purchase  
24 of classroom instructional materials and supplies. The superintendent  
25 shall allocate the funds at a maximum rate of \$20.82 per full-time  
26 equivalent student, beginning September 1, 1998, and ending June 30,  
27 1999. The expenditure of the funds shall be determined at each school  
28 site by the school building staff, parents, and the community. School  
29 districts shall distribute all funds received to school buildings  
30 without deduction.

31 (m) \$15,000 of the general fund--state appropriation is provided  
32 solely to assist local districts vocational education programs in  
33 applying for low frequency FM radio licenses with the federal  
34 communications commission.

35 (n) \$35,000 of the general fund--state appropriation is provided  
36 solely to the state board of education to design a program to encourage  
37 high school students and other adults to pursue careers as vocational  
38 education teachers in the subject matter of agriculture.

1 (o) \$25,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$25,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely for allocation to the primary  
4 coordinators of the state geographic alliance to improve the teaching  
5 of geography in schools.

6 (p) \$1,000,000 of the general fund--state appropriation is provided  
7 for state administrative costs and start-up grants for alternative  
8 programs and services that improve instruction and learning for at-risk  
9 and expelled students consistent with the objectives of Engrossed House  
10 Bill No. 1581 (disruptive students/offenders). Each grant application  
11 shall contain proposed performance indicators and an evaluation plan to  
12 measure the success of the program and its impact on improved student  
13 learning. Applications shall contain the applicant's plan for  
14 maintaining the program and/or services after the grant period, shall  
15 address the needs of students who cannot be accommodated within the  
16 framework of existing school programs or services and shall address how  
17 the applicant will serve any student within the proposed program's  
18 target age range regardless of the reason for truancy, suspension,  
19 expulsion, or other disciplinary action. Up to \$50,000 per year may be  
20 used by the superintendent of public instruction for grant  
21 administration. The superintendent shall submit an evaluation of the  
22 alternative program start-up grants provided under this section, and  
23 section 501(2)(q), chapter 283, Laws of 1996, to the fiscal and  
24 education committees of the legislature by November 15, 1998. Grants  
25 shall be awarded to applicants showing the greatest potential for  
26 improved student learning for at-risk students including:

27 (i) Students who have been suspended, expelled, or are subject to  
28 other disciplinary actions;

29 (ii) Students with unexcused absences who need intervention from  
30 community truancy boards or family support programs;

31 (iii) Students who have left school; and

32 (iv) Students involved with the court system.

33 The office of the superintendent of public instruction shall  
34 prepare a report describing student recruitment, program offerings,  
35 staffing practices, and available indicators of program effectiveness  
36 of alternative education programs funded with state and, to the extent  
37 information is available, local funds. The report shall contain a plan  
38 for conducting an evaluation of the educational effectiveness of  
39 alternative education programs.

1 (q) \$1,600,000 of the general fund--state appropriation is provided  
2 for grants for magnet schools to be distributed as recommended by the  
3 superintendent of public instruction pursuant to chapter 232, section  
4 516(13), Laws of 1992.

5 (r) \$4,300,000 of the general fund--state appropriation is provided  
6 for complex need grants. Grants shall be provided according to amounts  
7 shown in LEAP Document 30C as developed on April 27, 1997, at 03:00  
8 hours.

9 (s) \$235,000 of the general fund--state appropriation for fiscal  
10 year 1999 is provided solely for testing material, scoring, and other  
11 costs associated with moving the fourth grade standardized test to the  
12 third grade in accordance with Z-1122/98 (fourth grade standardized  
13 test).

14 (t) \$6,000,000 of the education savings account appropriation is  
15 provided solely for grants to school districts to wire school buildings  
16 to enable connections to local or wide area networks, the internet, and  
17 the K-20 network.

18 (u) \$2,000,000 of the general fund--state appropriation for fiscal  
19 year 1999 is provided solely for competitive grants to school  
20 districts, educational service districts, or other educational  
21 organizations or institutions to develop and offer on a pilot basis  
22 educational programming utilizing video or satellite technology. Pilot  
23 projects shall include an evaluation component on the feasibility of  
24 expanded educational use of this technology to improve student  
25 learning.

26 (v) \$23,762,000 of the general fund--state appropriation for fiscal  
27 year 1999 is to provide intensive reading instruction to students in  
28 the elementary grades during the summer months, vacation periods,  
29 intercessions, Saturdays, and before and after school. Of this amount,  
30 \$23,627,000 is for grants to be awarded to school districts after an  
31 abbreviated application. In making awards, the superintendent of  
32 public instruction shall strive to maximize two objectives: (i)  
33 Provide grants to as many school districts as possible, and (ii) give  
34 priority to districts with schools that have high percentages of  
35 students not meeting the reading standard of the Washington assessment  
36 of student learning or high percentages of students in the bottom  
37 quartile of the reading component of the fourth grade comprehensive  
38 test of basic skills.

1 Districts receiving grants shall agree to create programs that  
2 provide a minimum of eighty hours of instructional activity for each  
3 student, supervision by certificated staff, and a ratio of at least one  
4 adult for every four students achieved through a combination of  
5 certificated staff, paid tutors, and volunteer tutors. Recipient  
6 districts shall agree to evaluate, in a manner prescribed by the  
7 superintendent of public instruction, how effectively their program  
8 improves academic achievement of students.

9 Grant awards, volunteer training, publicity, and assistance with  
10 recruitment of volunteers shall be coordinated by a steering committee  
11 led by the office of the superintendent of public instruction and  
12 including the Washington service corps, school districts, educational  
13 service districts, and the commission for national and community  
14 service in order to maximize collaboration among the various agencies  
15 involved with reading tutors. Up to \$135,000 may be expended on  
16 program administration and an independently conducted and quantitative  
17 evaluation of the effect the program has on improving reading scores.

18 (w) Excess funds available in the education savings account beyond  
19 those specifically appropriated in this act shall be dedicated for  
20 common school construction, but expenditures for common school  
21 construction shall remain within the appropriations established in  
22 sections 501 and 502 of chapter 235, Laws of 1997.

23 **Sec. 502.** 1997 c 149 s 502 (uncodified) is each amended to read as  
24 follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL APPORTIONMENT**  
26 **(BASIC EDUCATION)**

27	General Fund Appropriation (FY 1998)	. . . . .	\$ ((3,429,727,000))
28			3,413,099,000
29	General Fund Appropriation (FY 1999)	. . . . .	\$ ((3,511,157,000))
30			3,486,544,000
31	TOTAL APPROPRIATION	. . . . .	\$ ((6,940,884,000))
32			6,899,643,000

33 The appropriations in this section are subject to the following  
34 conditions and limitations:

35 (1) The appropriation for fiscal year 1998 includes such funds as  
36 are necessary for the remaining months of the 1996-97 school year.

37 (2) Allocations for certificated staff salaries for the 1997-98 and  
38 1998-99 school years shall be determined using formula-generated staff

1 units calculated pursuant to this subsection. Staff allocations for  
2 small school enrollments in (d) through (f) of this subsection shall be  
3 reduced for vocational full-time equivalent enrollments. Staff  
4 allocations for small school enrollments in grades K-6 shall be the  
5 greater of that generated under (a) of this subsection, or under (d)  
6 and (e) of this subsection. Certificated staffing allocations shall be  
7 as follows:

8 (a) On the basis of each 1,000 average annual full-time equivalent  
9 enrollments, excluding full-time equivalent enrollment otherwise  
10 recognized for certificated staff unit allocations under (c) through  
11 (f) of this subsection:

12 (i) Four certificated administrative staff units per thousand full-  
13 time equivalent students in grades K-12;

14 (ii) 49 certificated instructional staff units per thousand full-  
15 time equivalent students in grades K-3;

16 (iii) An additional 5.3 certificated instructional staff units for  
17 grades K-3. Any funds allocated for these additional certificated  
18 units shall not be considered as basic education funding;

19 (A) Funds provided under this subsection (2)(a)(iii) in excess of  
20 the amount required to maintain the statutory minimum ratio established  
21 under RCW 28A.150.260(2)(b) shall be allocated only if the district  
22 documents an actual ratio equal to or greater than 54.3 certificated  
23 instructional staff per thousand full-time equivalent students in  
24 grades K-3. For any school district documenting a lower certificated  
25 instructional staff ratio, the allocation shall be based on the  
26 district's actual grades K-3 certificated instructional staff ratio  
27 achieved in that school year, or the statutory minimum ratio  
28 established under RCW 28A.150.260(2)(b), if greater;

29 (B) Districts at or above 51.0 certificated instructional staff per  
30 one thousand full-time equivalent students in grades K-3 may dedicate  
31 up to 1.3 of the 54.3 funding ratio to employ additional classified  
32 instructional assistants assigned to basic education classrooms in  
33 grades K-3. For purposes of documenting a district's staff ratio under  
34 this section, funds used by the district to employ additional  
35 classified instructional assistants shall be converted to a  
36 certificated staff equivalent and added to the district's actual  
37 certificated instructional staff ratio. Additional classified  
38 instructional assistants, for the purposes of this subsection, shall be  
39 determined using the 1989-90 school year as the base year;

1 (C) Any district maintaining a ratio equal to or greater than 54.3  
2 certificated instructional staff per thousand full-time equivalent  
3 students in grades K-3 may use allocations generated under this  
4 subsection (2)(a)(iii) in excess of that required to maintain the  
5 minimum ratio established under RCW 28A.150.260(2)(b) to employ  
6 additional basic education certificated instructional staff or  
7 classified instructional assistants in grades 4-6. Funds allocated  
8 under this subsection (2)(a)(iii) shall only be expended to reduce  
9 class size in grades K-6. No more than 1.3 of the certificated  
10 instructional funding ratio amount may be expended for provision of  
11 classified instructional assistants; and

12 (iv) Forty-six certificated instructional staff units per thousand  
13 full-time equivalent students in grades 4-12;

14 (b) For school districts with a minimum enrollment of 250 full-time  
15 equivalent students whose full-time equivalent student enrollment count  
16 in a given month exceeds the first of the month full-time equivalent  
17 enrollment count by 5 percent, an additional state allocation of 110  
18 percent of the share that such increased enrollment would have  
19 generated had such additional full-time equivalent students been  
20 included in the normal enrollment count for that particular month;

21 (c) On the basis of full-time equivalent enrollment in:

22 (i) Vocational education programs approved by the superintendent of  
23 public instruction, a maximum of 0.92 certificated instructional staff  
24 units and 0.08 certificated administrative staff units for each 18.3  
25 full-time equivalent vocational students. ~~((Beginning with the 1998-99  
26 school year, districts documenting staffing ratios of less than 1  
27 certificated staff per 18.3 students shall be allocated the greater of  
28 the total ratio in subsections (2)(a)(i) and (iv) of this section or  
29 the actual documented ratio;))~~

30 (ii) Skills center programs approved by the superintendent of  
31 public instruction, 0.92 certificated instructional staff units and  
32 0.08 certificated administrative units for each 16.67 full-time  
33 equivalent vocational students;

34 (iii) Indirect cost charges, as defined by the superintendent of  
35 public instruction, to vocational-secondary programs shall not exceed  
36 10 percent; and

37 (iv) Vocational full-time equivalent enrollment shall be reported  
38 on the same monthly basis as the enrollment for students eligible for  
39 basic support, and payments shall be adjusted for reported vocational

1 enrollments on the same monthly basis as those adjustments for  
2 enrollment for students eligible for basic support.

3 (d) For districts enrolling not more than twenty-five average  
4 annual full-time equivalent students in grades K-8, and for small  
5 school plants within any school district which have been judged to be  
6 remote and necessary by the state board of education and enroll not  
7 more than twenty-five average annual full-time equivalent students in  
8 grades K-8:

9 (i) For those enrolling no students in grades 7 and 8, 1.76  
10 certificated instructional staff units and 0.24 certificated  
11 administrative staff units for enrollment of not more than five  
12 students, plus one-twentieth of a certificated instructional staff unit  
13 for each additional student enrolled; and

14 (ii) For those enrolling students in grades 7 or 8, 1.68  
15 certificated instructional staff units and 0.32 certificated  
16 administrative staff units for enrollment of not more than five  
17 students, plus one-tenth of a certificated instructional staff unit for  
18 each additional student enrolled;

19 (e) For specified enrollments in districts enrolling more than  
20 twenty-five but not more than one hundred average annual full-time  
21 equivalent students in grades K-8, and for small school plants within  
22 any school district which enroll more than twenty-five average annual  
23 full-time equivalent students in grades K-8 and have been judged to be  
24 remote and necessary by the state board of education:

25 (i) For enrollment of up to sixty annual average full-time  
26 equivalent students in grades K-6, 2.76 certificated instructional  
27 staff units and 0.24 certificated administrative staff units; and

28 (ii) For enrollment of up to twenty annual average full-time  
29 equivalent students in grades 7 and 8, 0.92 certificated instructional  
30 staff units and 0.08 certificated administrative staff units;

31 (f) For districts operating no more than two high schools with  
32 enrollments of less than three hundred average annual full-time  
33 equivalent students, for enrollment in grades 9-12 in each such school,  
34 other than alternative schools:

35 (i) For remote and necessary schools enrolling students in any  
36 grades 9-12 but no more than twenty-five average annual full-time  
37 equivalent students in grades K-12, four and one-half certificated  
38 instructional staff units and one-quarter of a certificated  
39 administrative staff unit;

1 (ii) For all other small high schools under this subsection, nine  
2 certificated instructional staff units and one-half of a certificated  
3 administrative staff unit for the first sixty average annual full time  
4 equivalent students, and additional staff units based on a ratio of  
5 0.8732 certificated instructional staff units and 0.1268 certificated  
6 administrative staff units per each additional forty-three and one-half  
7 average annual full time equivalent students.

8 Units calculated under (f)(ii) of this subsection shall be reduced  
9 by certificated staff units at the rate of forty-six certificated  
10 instructional staff units and four certificated administrative staff  
11 units per thousand vocational full-time equivalent students.

12 (g) For each nonhigh school district having an enrollment of more  
13 than seventy annual average full-time equivalent students and less than  
14 one hundred eighty students, operating a grades K-8 program or a grades  
15 1-8 program, an additional one-half of a certificated instructional  
16 staff unit; and

17 (h) For each nonhigh school district having an enrollment of more  
18 than fifty annual average full-time equivalent students and less than  
19 one hundred eighty students, operating a grades K-6 program or a grades  
20 1-6 program, an additional one-half of a certificated instructional  
21 staff unit.

22 (3) Allocations for classified salaries for the 1997-98 and 1998-99  
23 school years shall be calculated using formula-generated classified  
24 staff units determined as follows:

25 (a) For enrollments generating certificated staff unit allocations  
26 under subsection (2) (d) through (h) of this section, one classified  
27 staff unit for each three certificated staff units allocated under such  
28 subsections;

29 (b) For all other enrollment in grades K-12, including vocational  
30 full-time equivalent enrollments, one classified staff unit for each  
31 sixty average annual full-time equivalent students; and

32 (c) For each nonhigh school district with an enrollment of more  
33 than fifty annual average full-time equivalent students and less than  
34 one hundred eighty students, an additional one-half of a classified  
35 staff unit.

36 (4) Fringe benefit allocations shall be calculated at a rate of  
37 20.22 percent in the 1997-98 and 1998-99 school years for certificated  
38 salary allocations provided under subsection (2) of this section, and  
39 a rate of 18.65 percent in the 1997-98 and 1998-99 school years for

1 classified salary allocations provided under subsection (3) of this  
2 section.

3 (5) Insurance benefit allocations shall be calculated at the  
4 maintenance rate specified in section 504(2) of this act, based on the  
5 number of benefit units determined as follows:

6 (a) The number of certificated staff units determined in subsection  
7 (2) of this section; and

8 (b) The number of classified staff units determined in subsection  
9 (3) of this section multiplied by 1.152. This factor is intended to  
10 adjust allocations so that, for the purposes of distributing insurance  
11 benefits, full-time equivalent classified employees may be calculated  
12 on the basis of 1440 hours of work per year, with no individual  
13 employee counted as more than one full-time equivalent.

14 (6)(a) For nonemployee-related costs associated with each  
15 certificated staff unit allocated under subsection (2) (a), (b), and  
16 (d) through (h) of this section, there shall be provided a maximum of  
17 \$7,950 per certificated staff unit in the 1997-98 school year and a  
18 maximum of \$8,165 per certificated staff unit in the 1998-99 school  
19 year.

20 (b) For nonemployee-related costs associated with each vocational  
21 certificated staff unit allocated under subsection (2)(c) of this  
22 section, there shall be provided a maximum of \$15,147 per certificated  
23 staff unit in the 1997-98 school year and a maximum of \$15,556 per  
24 certificated staff unit in the 1998-99 school year.

25 (7) Allocations for substitute costs for classroom teachers shall  
26 be distributed at a maintenance rate of \$354.64 per allocated classroom  
27 teachers exclusive of salary increase amounts provided in section 504  
28 of this act. Solely for the purposes of this subsection, allocated  
29 classroom teachers shall be equal to the number of certificated  
30 instructional staff units allocated under subsection (2) of this  
31 section, multiplied by the ratio between the number of actual basic  
32 education certificated teachers and the number of actual basic  
33 education certificated instructional staff reported state-wide for the  
34 1996-97 school year.

35 (8) Any school district board of directors may petition the  
36 superintendent of public instruction by submission of a resolution  
37 adopted in a public meeting to reduce or delay any portion of its basic  
38 education allocation for any school year. The superintendent of public  
39 instruction shall approve such reduction or delay if it does not impair

1 the district's financial condition. Any delay shall not be for more  
2 than two school years. Any reduction or delay shall have no impact on  
3 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
4 pursuant to chapter 28A.500 RCW.

5 (9) The superintendent may distribute a maximum of \$6,124,000  
6 outside the basic education formula during fiscal years 1998 and 1999  
7 as follows:

8 (a) For fire protection for school districts located in a fire  
9 protection district as now or hereafter established pursuant to chapter  
10 52.04 RCW, a maximum of \$447,000 may be expended in fiscal year 1998  
11 and a maximum of \$459,000 may be expended in fiscal year 1999;

12 (b) For summer vocational programs at skills centers, a maximum of  
13 \$1,948,000 may be expended each fiscal year;

14 (c) A maximum of \$321,000 may be expended for school district  
15 emergencies; and

16 (d) A maximum of \$500,000 per fiscal year may be expended for  
17 programs providing skills training for secondary students who are  
18 enrolled in extended day school-to-work programs, as approved by the  
19 superintendent of public instruction. The funds shall be allocated at  
20 a rate not to exceed \$500 per full-time equivalent student enrolled in  
21 those programs.

22 (10) For the purposes of RCW 84.52.0531, the increase per full-time  
23 equivalent student in state basic education appropriations provided  
24 under this act, including appropriations for salary and benefits  
25 increases, is 2.5 percent from the 1996-97 school year to the 1997-98  
26 school year, and 1.1 percent from the 1997-98 school year to the  
27 1998-99 school year.

28 (11) If two or more school districts consolidate and each district  
29 was receiving additional basic education formula staff units pursuant  
30 to subsection (2) (b) through (h) of this section, the following shall  
31 apply:

32 (a) For three school years following consolidation, the number of  
33 basic education formula staff units shall not be less than the number  
34 of basic education formula staff units received by the districts in the  
35 school year prior to the consolidation; and

36 (b) For the fourth through eighth school years following  
37 consolidation, the difference between the basic education formula staff  
38 units received by the districts for the school year prior to  
39 consolidation and the basic education formula staff units after

1 consolidation pursuant to subsection (2) (a) through (h) of this  
2 section shall be reduced in increments of twenty percent per year.

3 **Sec. 503.** 1997 c 454 s 503 (uncodified) is each amended to read as  
4 follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**  
6 **COMPENSATION ADJUSTMENTS**

7	General Fund Appropriation (FY 1998)	. . . . . \$	((79,966,000))
8			<u>79,570,000</u>
9	General Fund Appropriation (FY 1999)	. . . . . \$	((116,310,000))
10			<u>115,632,000</u>
11	TOTAL APPROPRIATION	. . . . . \$	((196,276,000))
12			<u>195,202,000</u>

13 The appropriations in this section are subject to the following  
14 conditions and limitations:

15 (1) \$((176,525,000)) 175,569,000 is provided for a cost of living  
16 adjustment of 3.0 percent effective September 1, 1997, for state  
17 formula staff units. The appropriations include associated incremental  
18 fringe benefit allocations at rates of 19.58 percent for certificated  
19 staff and 15.15 percent for classified staff.

20 (a) The appropriations in this section include the increased  
21 portion of salaries and incremental fringe benefits for all relevant  
22 state-funded school programs in part V of this act. Salary adjustments  
23 for state employees in the office of superintendent of public  
24 instruction and the education reform program are provided in part VII  
25 of this act. Increases for general apportionment (basic education) are  
26 based on the salary allocation schedules and methodology in section 502  
27 of this act. Increases for special education result from increases in  
28 each district's basic education allocation per student. Increases for  
29 educational service districts and institutional education programs are  
30 determined by the superintendent of public instruction using the  
31 methodology for general apportionment salaries and benefits in section  
32 502 of this act.

33 (b) The appropriations in this section provide salary increase and  
34 incremental fringe benefit allocations based on formula adjustments as  
35 follows:

36 (i) For pupil transportation, an increase of \$0.60 per weighted  
37 pupil-mile for the 1997-98 school year and maintained for the 1998-99  
38 school year;

1 (ii) For education of highly capable students, an increase of \$6.81  
2 per formula student for the 1997-98 school year and maintained for the  
3 1998-99 school year; and

4 (iii) For transitional bilingual education, an increase of \$17.69  
5 per eligible bilingual student for the 1997-98 school year and  
6 maintained for the 1998-99 school year; and

7 (iv) For learning assistance, an increase of \$8.74 per entitlement  
8 unit for the 1997-98 school year and maintained for the 1998-99 school  
9 year.

10 (c) The appropriations in this section include \$((~~912,000~~))  
11 906,000 for salary increase adjustments for substitute teachers at a  
12 rate of \$10.64 per unit in the 1997-98 school year and maintained in  
13 the 1998-99 school year.

14 (2) \$((~~19,751,000~~)) 19,634,000 is provided for adjustments to  
15 insurance benefit allocations. The maintenance rate for insurance  
16 benefit allocations is \$314.51 per month for the 1997-98 and 1998-99  
17 school years. The appropriations in this section provide increases of  
18 \$2.83 per month for the 1997-98 school year and \$18.41 per month for  
19 the 1998-99 school year at the following rates:

20 (a) For pupil transportation, an increase of \$0.03 per weighted  
21 pupil-mile for the 1997-98 school year and \$0.19 for the 1998-99 school  
22 year;

23 (b) For education of highly capable students, an increase of \$0.20  
24 per formula student for the 1997-98 school year and \$1.35 for the 1998-  
25 99 school year;

26 (c) For transitional bilingual education, an increase of \$((~~-.46~~))  
27 .47 per eligible bilingual student for the 1997-98 school year and  
28 \$3.44 for the 1998-99 school year; and

29 (d) For learning assistance, an increase of \$.36 per funded unit  
30 for the 1997-98 school year and \$2.70 for the 1998-99 school year.

31 (3) The rates specified in this section are subject to revision  
32 each year by the legislature.

33 (4)((~~+a~~)) For the 1997-98 school year, the superintendent shall  
34 prepare a report showing the allowable derived base salary for  
35 certificated instructional staff in accordance with RCW 28A.400.200 and  
36 LEAP Document 12D, and the actual derived base salary paid by each  
37 school district as shown on the S-275 report and shall make the report  
38 available to the fiscal committees of the legislature no later than  
39 February 15, 1998.

1       **Sec. 504.** 1997 c 149 s 505 (uncodified) is each amended to read as  
2 follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**

4	General Fund Appropriation (FY 1998) . . . . .	\$	(( <del>174,344,000</del> ))
5			<u>174,280,000</u>
6	General Fund Appropriation (FY 1999) . . . . .	\$	(( <del>179,560,000</del> ))
7			<u>178,836,000</u>
8	TOTAL APPROPRIATION . . . . .	\$	(( <del>353,904,000</del> ))
9			<u>353,116,000</u>

10       The appropriations in this section are subject to the following  
11 conditions and limitations:

12       (1) The appropriation for fiscal year 1998 includes such funds as  
13 are necessary for the remaining months of the 1996-97 school year.

14       (2) A maximum of \$1,451,000 may be expended for regional  
15 transportation coordinators and related activities. The transportation  
16 coordinators shall ensure that data submitted by school districts for  
17 state transportation funding shall, to the greatest extent practical,  
18 reflect the actual transportation activity of each district.

19       (3) \$30,000 of the fiscal year 1998 appropriation and \$40,000 of  
20 the fiscal year 1999 appropriation are provided solely for the  
21 transportation of students enrolled in "choice" programs.  
22 Transportation shall be limited to low-income students who are  
23 transferring to "choice" programs solely for educational reasons.

24       (4) Allocations for transportation of students shall be based on  
25 reimbursement rates of \$34.47 per weighted mile in the 1997-98 school  
26 year and \$34.76 per weighted mile in the 1998-99 school year exclusive  
27 of salary and benefit adjustments provided in section 504 of this act.  
28 Allocations for transportation of students transported more than one  
29 radius mile shall be based on weighted miles as determined by  
30 superintendent of public instruction times the per mile reimbursement  
31 rates for the school year pursuant to the formulas adopted by the  
32 superintendent of public instruction. Allocations for transportation  
33 of students living within one radius mile shall be based on the number  
34 of enrolled students in grades kindergarten through five living within  
35 one radius mile of their assigned school times the per mile  
36 reimbursement rate for the school year times 1.29.

37       **Sec. 505.** 1997 c 149 s 506 (uncodified) is each amended to read as  
38 follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**  
2 **PROGRAMS**

3	General Fund--State Appropriation (FY 1998) . . . \$	3,075,000
4	General Fund--State Appropriation (FY 1999) . . . \$	<del>((3,075,000))</del>
5		<u>3,100,000</u>
6	General Fund--Federal Appropriation . . . . . \$	194,483,000
7	TOTAL APPROPRIATION . . . . . \$	<del>((200,633,000))</del>
8		<u>200,658,000</u>

9 The appropriations in this section are subject to the following  
10 conditions and limitations:

11 (1) \$6,000,000 of the general fund--state appropriations are  
12 provided for state matching money for federal child nutrition programs.

13 (2) ~~\$((150,000))~~ 175,000 of the general fund--state appropriations  
14 are provided for summer food programs for children in low-income areas.

15 **Sec. 506.** 1997 c 149 s 507 (uncodified) is each amended to read as  
16 follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**  
18 **PROGRAMS**

19	General Fund--State Appropriation (FY 1998) . . . \$	<del>((370,486,000))</del>
20		<u>369,445,000</u>
21	General Fund--State Appropriation (FY 1999) . . . \$	<del>((374,327,000))</del>
22		<u>373,803,000</u>
23	General Fund--Federal Appropriation . . . . . \$	135,106,000
24	TOTAL APPROPRIATION . . . . . \$	<del>((879,919,000))</del>
25		<u>878,354,000</u>

26 The appropriations in this section are subject to the following  
27 conditions and limitations:

28 (1) The appropriation for fiscal year 1998 includes such funds as  
29 are necessary for the remaining months of the 1996-97 school year.

30 (2) The superintendent of public instruction shall distribute state  
31 funds to school districts based on two categories, the optional birth  
32 through age two program for special education eligible developmentally  
33 delayed infants and toddlers, and the mandatory special education  
34 program for special education eligible students ages three to twenty-  
35 one. A "special education eligible student" means a student receiving  
36 specially designed instruction in accordance with a properly formulated  
37 individualized education program.

1 (3) For the 1997-98 and 1998-99 school years, the superintendent  
2 shall distribute state funds to each district based on the sum of:

3 (a) A district's annual average headcount enrollment of  
4 developmentally delayed infants and toddlers ages birth through two,  
5 times the district's average basic education allocation per full-time  
6 equivalent student, times 1.15; and

7 (b) A district's annual average full-time equivalent basic  
8 education enrollment times the funded enrollment percent determined  
9 pursuant to subsection (4)(c) of this section, times the district's  
10 average basic education allocation per full-time equivalent student  
11 times 0.9309.

12 (4) The definitions in this subsection apply throughout this  
13 section.

14 (a) "Average basic education allocation per full-time equivalent  
15 student" for a district shall be based on the staffing ratios required  
16 by RCW 28A.150.260 (i.e., 49/1000 certificated instructional staff in  
17 grades K-3, and 46/1000 in grades 4-12) and shall not include  
18 enhancements for K-3, secondary vocational education, or small schools.

19 (b) "Annual average full-time equivalent basic education  
20 enrollment" means the resident enrollment including students enrolled  
21 through choice (RCW 28A.225.225) and students from nonhigh districts  
22 (RCW 28A.225.210) and excluding students residing in another district  
23 enrolled as part of an interdistrict cooperative program (RCW  
24 28A.225.250).

25 (c) "Enrollment percent" means the district's resident special  
26 education annual average enrollment including those students counted  
27 under the special education demonstration projects, excluding the birth  
28 through age two enrollment, as a percent of the district's annual  
29 average full-time equivalent basic education enrollment. For the 1997-  
30 98 and the 1998-99 school years, each district's funded enrollment  
31 percent shall be:

32 (i) For districts whose enrollment percent for 1994-95 was at or  
33 below 12.7 percent, the lesser of the district's actual enrollment  
34 percent for the school year for which the allocation is being  
35 determined or 12.7 percent.

36 (ii) For districts whose enrollment percent for 1994-95 was above  
37 12.7 percent, the lesser of:

38 (A) The district's actual enrollment percent for the school year  
39 for which the special education allocation is being determined; or

1 (B) The district's actual enrollment percent for the school year  
2 immediately prior to the school year for which the special education  
3 allocation is being determined if greater than 12.7 percent; or

4 (C) For 1997-98, the 1994-95 enrollment percent reduced by 75  
5 percent of the difference between the district's 1994-95 enrollment  
6 percent and 12.7 percent and for 1998-99, 12.7 percent.

7 (5) At the request of any interdistrict cooperative of at least 15  
8 districts in which all excess cost services for special education  
9 students of the districts are provided by the cooperative, the maximum  
10 enrollment percent shall be 12.7, and shall be calculated in the  
11 aggregate rather than individual district units. For purposes of this  
12 subsection (4) of this section, the average basic education allocation  
13 per full-time equivalent student shall be calculated in the aggregate  
14 rather than individual district units.

15 (6) A maximum of \$12,000,000 of the general fund--state  
16 appropriation for fiscal year 1998 and a maximum of \$12,000,000 of the  
17 general fund--state appropriation for fiscal year 1999 are provided as  
18 safety net funding for districts with demonstrated needs for state  
19 special education funding beyond the amounts provided in subsection (3)  
20 of this section. Safety net funding shall be awarded by the state  
21 safety net oversight committee.

22 (a) The safety net oversight committee shall first consider the  
23 needs of districts adversely affected by the 1995 change in the special  
24 education funding formula. Awards shall be based on the amount  
25 required to maintain the 1994-95 state special education excess cost  
26 allocation to the school district in aggregate or on a dollar per  
27 funded student basis.

28 (b) The committee shall then consider unusual needs of districts  
29 due to a special education population which differs significantly from  
30 the assumptions of the state funding formula. Awards shall be made to  
31 districts that convincingly demonstrate need due to the concentration  
32 and/or severity of disabilities in the district. Differences in  
33 program costs attributable to district philosophy or service delivery  
34 style are not a basis for safety net awards.

35 (7) Prior to June 1st of each year, the superintendent shall make  
36 available to each school district from available data the district's  
37 maximum funded enrollment percent for the coming school year.

38 (8) The superintendent of public instruction may adopt such rules  
39 and procedures as are necessary to administer the special education

1 funding and safety net award process. Prior to revising any standards,  
2 procedures, or rules in place for the 1996-97 school year, the  
3 superintendent shall consult with the office of financial management  
4 and the fiscal committees of the legislature.

5 (9) The safety net oversight committee appointed by the  
6 superintendent of public instruction shall consist of:

7 (a) Staff of the office of superintendent of public instruction;

8 (b) Staff of the office of the state auditor;

9 (c) Staff from the office of the financial management; and

10 (d) One or more representatives from school districts or  
11 educational service districts knowledgeable of special education  
12 programs and funding.

13 (10) A maximum of \$4,500,000 of the general fund--federal  
14 appropriation shall be expended for safety net funding to meet the  
15 extraordinary needs of one or more individual special education  
16 students.

17 (11) A maximum of \$678,000 may be expended from the general fund--  
18 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
19 full-time equivalent aides at children's orthopedic hospital and  
20 medical center. This amount is in lieu of money provided through the  
21 home and hospital allocation and the special education program.

22 (12) A maximum of \$1,000,000 of the general fund--federal  
23 appropriation is provided for projects to provide special education  
24 students with appropriate job and independent living skills, including  
25 work experience where possible, to facilitate their successful  
26 transition out of the public school system. The funds provided by this  
27 subsection shall be from federal discretionary grants.

28 (13) A school district may carry over up to 10 percent of general  
29 fund--state funds allocated under this program; however, carry over  
30 funds shall be expended in the special education program.

31 (14) Beginning in the 1997-98 school year, the superintendent shall  
32 increase the percentage of federal flow-through to school districts to  
33 at least 84 percent. In addition to other purposes, school districts  
34 may use increased federal funds for high cost students, for purchasing  
35 regional special education services from educational service districts,  
36 and for staff development activities particularly relating to inclusion  
37 issues.

38 (15) Up to one percent of the general fund--federal appropriation  
39 shall be expended by the superintendent for projects related to use of

1 inclusion strategies by school districts for provision of special  
2 education services. The superintendent shall prepare an information  
3 database on laws, best practices, examples of programs, and recommended  
4 resources. The information may be disseminated in a variety of ways,  
5 including workshops and other staff development activities.

6 (16) Amounts appropriated within this section are sufficient to  
7 fund section 5 of Second Substitute House Bill No. 1709 (mandate on  
8 school districts).

9 **Sec. 507.** 1997 c 149 s 508 (uncodified) is each amended to read as  
10 follows:

11 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRAFFIC SAFETY**  
12 **EDUCATION PROGRAMS**

13	<u>General Fund Appropriation (FY 1999)</u> . . . . .	\$	<u>200,000</u>
14	Public Safety and Education Account		
15	Appropriation . . . . .	\$	17,179,000
16	<u>TOTAL APPROPRIATION</u> . . . . .	\$	<u>17,379,000</u>

17 The appropriation in this section is subject to the following  
18 conditions and limitations:

19 (1) The appropriation includes such funds as are necessary for the  
20 remaining months of the 1996-97 school year.

21 (2) A maximum of \$507,000 shall be expended for regional traffic  
22 safety education coordinators.

23 (3) The maximum basic state allocation per student completing the  
24 program shall be \$137.16 in the 1997-98 and 1998-99 school years.

25 (4) Additional allocations to provide tuition assistance for  
26 students from low-income families who complete the program shall be a  
27 maximum of \$66.81 per eligible student in the 1997-98 and 1998-99  
28 school years.

29 **Sec. 508.** 1997 c 149 s 509 (uncodified) is each amended to read as  
30 follows:

31 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**  
32 **DISTRICTS**

33	General Fund Appropriation (FY 1998) . . . . .	\$	4,511,000
34	General Fund Appropriation (FY 1999) . . . . .	\$	<del>((4,510,000))</del>
35			<u>4,845,000</u>
36	TOTAL APPROPRIATION . . . . .	\$	<del>((9,021,000))</del>
37			<u>9,356,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations:

3 (1) The educational service districts shall continue to furnish  
4 financial services required by the superintendent of public instruction  
5 and RCW 28A.310.190 (3) and (4).

6 (2) \$250,000 of the general fund appropriation for fiscal year 1998  
7 and \$250,000 of the general fund appropriation for fiscal year 1999 are  
8 provided solely for student teaching centers as provided in RCW  
9 28A.415.100.

10 (3) A maximum of \$500,000 is provided for centers for the  
11 improvement of teaching pursuant to RCW 28A.415.010.

12 (4) \$335,000 of the general fund appropriation for fiscal year 1999  
13 is provided for K-20 network operations.

14 **Sec. 509.** 1997 c 454 s 504 (uncodified) is each amended to read as  
15 follows:

16 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**  
17 **ASSISTANCE**

18	General Fund Appropriation (FY 1998)	. . . . . \$	((84,347,000))
19			<u>82,079,000</u>
20	General Fund Appropriation (FY 1999)	. . . . . \$	((89,605,000))
21			<u>92,503,000</u>
22	TOTAL APPROPRIATION	. . . . . \$	((173,952,000))
23			<u>174,582,000</u>

24 The appropriations in this section are subject to the following  
25 condition and limitation: \$6,231,000 of the general fund appropriation  
26 for fiscal year 1999 is provided to implement Z-1185/98 (twelve percent  
27 levy equalization).

28 **Sec. 510.** 1997 c 149 s 511 (uncodified) is each amended to read as  
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE ELEMENTARY AND**  
31 **SECONDARY SCHOOL IMPROVEMENT ACT**

32	General Fund--Federal Appropriation	. . . . . \$	255,987,000
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33 **Sec. 511.** 1997 c 454 s 505 (uncodified) is amended to read as  
34 follows:

35 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**  
36 **EDUCATION PROGRAMS**

1	General Fund--State Appropriation (FY 1998) . . . \$	((18,026,000))
2		<u>17,959,000</u>
3	General Fund--State Appropriation (FY 1999) . . . \$	((18,983,000))
4		<u>20,364,000</u>
5	General Fund--Federal Appropriation . . . . . \$	8,548,000
6	TOTAL APPROPRIATION . . . . . \$	((45,557,000))
7		<u>46,871,000</u>

8 The appropriations in this section are subject to the following  
9 conditions and limitations:

10 (1) The general fund--state appropriation for fiscal year 1998  
11 includes such funds as are necessary for the remaining months of the  
12 1996-97 school year.

13 (2) State funding provided under this section is based on salaries  
14 and other expenditures for a 220-day school year. The superintendent  
15 of public instruction shall monitor school district expenditure plans  
16 for institutional education programs to ensure that districts plan for  
17 a full-time summer program.

18 (3) State funding for each institutional education program shall be  
19 based on the institution's annual average full-time equivalent student  
20 enrollment. Staffing ratios for each category of institution shall  
21 remain the same as those funded in the 1995-97 biennium.

22 (4) \$341,000 of the general fund--state fiscal year 1998  
23 appropriation and \$407,000 of the general fund--state fiscal year 1999  
24 appropriation are provided solely for the implementation of Engrossed  
25 Third Substitute House Bill No. 3900 (revising the juvenile code). If  
26 the bill is not enacted by June 30, 1997, the amounts provided in this  
27 subsection shall lapse.

28 (5) \$1,196,000 of the general fund--state appropriation for fiscal  
29 year 1999 is provided to implement Z-1179/98 (juveniles in adult  
30 corrections facilities).

31 **Sec. 512.** 1997 c 149 s 513 (uncodified) is amended to read as  
32 follows:

33 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PROGRAMS FOR HIGHLY**  
34 **CAPABLE STUDENTS**

35	General Fund Appropriation (FY 1998) . . . . . \$	((5,752,000))
36		<u>5,722,000</u>
37	General Fund Appropriation (FY 1999) . . . . . \$	((6,176,000))
38		<u>6,128,000</u>



1 (3) \$2,970,000 is provided for mentor teacher assistance, including  
2 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds  
3 for the teacher assistance program shall be allocated to school  
4 districts based on the number of beginning teachers.

5 (4) \$4,050,000 is provided for improving technology infrastructure,  
6 monitoring and reporting on school district technology development,  
7 promoting standards for school district technology, promoting statewide  
8 coordination and planning for technology development, and providing  
9 regional educational technology support centers, including state  
10 support activities, under chapter 28A.650 RCW.

11 (5) \$7,200,000 is provided for grants to school districts to  
12 provide a continuum of care for children and families to help children  
13 become ready to learn. Grant proposals from school districts shall  
14 contain local plans designed collaboratively with community service  
15 providers. If a continuum of care program exists in the area in which  
16 the school district is located, the local plan shall provide for  
17 coordination with existing programs to the greatest extent possible.  
18 Grant funds shall be allocated pursuant to RCW 70.190.040.

19 (6) \$5,000,000 is provided solely for the meals for kids program  
20 under RCW 28A.235.145 through 28A.235.155.

21 (7) \$1,260,000 is provided for technical assistance related to  
22 education reform through the office of the superintendent of public  
23 instruction, in consultation with the commission on student learning,  
24 as specified in RCW 28A.300.130 (center for the improvement of student  
25 learning).

26 (8) \$1,485,000 of the general fund appropriation for fiscal year  
27 1999 is provided for school-to-work transition projects in the common  
28 schools, including state support activities, under RCW 28A.630.861  
29 through 28A.630.880.

30 (9) \$1,377,000 of the general fund appropriation for fiscal year  
31 1999 is provided to implement Engrossed Second Substitute House Bill  
32 No. 2019 (charter schools).

33 (10) \$3,181,000 of the education excellence account appropriation  
34 for fiscal year 1999 is provided for school leadership and  
35 accountability institutes. The institutes shall provide five days of  
36 training, planning, and team building for the primary purpose of  
37 increasing student learning, with an emphasis on reading in the early  
38 grades. School districts may apply to have teams of teachers,  
39 principals, curriculum staff, superintendents, and school board members

1 participate in the institutes. Following the institutes, team members  
2 shall devote five additional days to train district staff, develop  
3 specific district improvement plans, and conduct an evaluation of the  
4 program. Participating school districts shall fund the five additional  
5 days from learning improvement allocations or other available federal,  
6 state, or local funds.

7 (11) \$810,000 of the education excellence account appropriation is  
8 provided for superintendent, program administrator, and principal  
9 internships, including state support activities, under RCW 28A.415.270  
10 through 28A.415.300.

11 (12) \$100,000 of the education excellence account appropriation is  
12 provided to improve the monitoring and accountability of inservice  
13 courses where credits may be claimed on the state salary schedule to  
14 ensure compliance with RCW 28A.415.023.

15 (13) \$230,000 of the education excellence account appropriation is  
16 provided to create an incentive and reward system for certification by  
17 the national board for professional teaching standards. Teachers may  
18 apply for matching funds of up to \$1,000 toward the cost of pursuing  
19 certification. Beginning July 1, 1999, teachers certified by the  
20 national board may receive a bonus of \$3,000 per year as recognition of  
21 their outstanding performance. The amount of the bonus shall be  
22 prorated by the number of months in the fiscal year the individual is  
23 actually certified. The superintendent of public instruction shall  
24 adopt rules to implement this section to ensure appropriate  
25 accountability and documentation for receipt of the matching funds and  
26 bonus. The bonus provided in this subsection shall not be considered  
27 salary or compensation for purposes of RCW 28A.400.200.

28 **Sec. 514.** 1997 c 454 s 507 (uncodified) is amended to read as  
29 follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**  
31 **BILINGUAL PROGRAMS**

32	General Fund Appropriation (FY 1998)	. . . . . \$	((31,146,000))
33			<u>30,751,000</u>
34	General Fund Appropriation (FY 1999)	. . . . . \$	((33,414,000))
35			<u>32,902,000</u>
36	TOTAL APPROPRIATION	. . . . . \$	((64,560,000))
37			<u>63,653,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations:

3 (1) The appropriation for fiscal year 1998 provides such funds as  
4 are necessary for the remaining months of the 1996-97 school year.

5 (2) The superintendent of public instruction shall study the  
6 formula components proposed for the 1998-99 school year and prepare a  
7 report to the legislature no later than January 15, 1998.

8 (3) The superintendent shall distribute a maximum of \$643.78 per  
9 eligible bilingual student in the 1997-98 and 1998-99 school years,  
10 exclusive of salary and benefit adjustments provided in section 503 of  
11 this act.

12 (4) School districts may be reimbursed for services provided to  
13 students in preschool transitional bilingual programs that meet rules  
14 established by the superintendent of public instruction for such  
15 reimbursement.

16 **Sec. 515.** 1997 c 149 s 516 (uncodified) is amended to read as  
17 follows:

18 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**  
19 **ASSISTANCE PROGRAM**

20	General Fund Appropriation (FY 1998)	. . . . . \$	((60,309,000))
21			<u>60,130,000</u>
22	General Fund Appropriation (FY 1999)	. . . . . \$	((60,862,000))
23			<u>60,510,000</u>
24	TOTAL APPROPRIATION	. . . . . \$	((121,171,000))
25			<u>120,640,000</u>

26 The appropriations in this section are subject to the following  
27 conditions and limitations:

28 (1) The appropriation for fiscal year 1998 provides such funds as  
29 are necessary for the remaining months of the 1996-97 school year.

30 (2) For making the calculation of the percentage of students  
31 scoring in the lowest quartile as compared with national norms,  
32 beginning with the 1991-92 school year, the superintendent shall  
33 multiply each school district's 4th and 8th grade test results by 0.86.

34 (3) Funding for school district learning assistance programs shall  
35 be allocated at maximum rates of \$378.33 per funded unit for the 1997-  
36 98 school year and \$379.47 per funded unit for the 1998-99 school year  
37 exclusive of salary and benefit adjustments provided in section 504 of  
38 this act. School districts may carryover up to 10 percent of funds

1 allocated under this program; however, carryover funds shall be  
2 expended for the learning assistance program.

3 (a) A school district's funded units for the 1997-98 and 1998-99  
4 school years shall be the sum of the following:

5 (i) The district's full-time equivalent enrollment in kindergarten  
6 through 6th grade, times the 5-year average 4th grade test result as  
7 adjusted pursuant to subsection (2) of this section, times 0.92; and

8 (ii) The district's full-time equivalent enrollment in grades 7  
9 through 9, times the 5-year average 8th grade test result as adjusted  
10 pursuant to subsection (2) of this section, times 0.92; and

11 (iii) If in the prior school year the district's percentage of  
12 October headcount enrollment in grades K-12 eligible for free and  
13 reduced price lunch exceeded the state average, subtract the state  
14 average percentage of students eligible for free and reduced price  
15 lunch from the district's percentage and multiply the result by the  
16 district's K-12 annual average full-time equivalent enrollment for the  
17 current school year times 22.30 percent.

18 **Sec. 516.** 1997 c 454 s 508 (uncodified) is amended to read as  
19 follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

21 General Fund Appropriation (FY 1998) . . . . .	\$	((49,815,000))
		<u>49,556,000</u>
23 General Fund Appropriation (FY 1999) . . . . .	\$	((56,962,000))
		<u>56,524,000</u>
25 TOTAL APPROPRIATION . . . . .	\$	((106,777,000))
		<u>106,080,000</u>

26

27 The appropriations in this section are subject to the following  
28 conditions and limitations:

29 (1) A maximum of \$((50,841,000)) 50,490,000 is provided for  
30 learning improvement allocations to school districts to enhance the  
31 ability of instructional staff to teach and assess the essential  
32 academic learning requirements for reading, writing, communication, and  
33 math in accordance with the timelines and requirements established  
34 under RCW 28A.630.885. However, special emphasis shall be given to the  
35 successful teaching of reading. Allocations under this section shall  
36 be subject to the following conditions and limitations:

37 (a) In accordance with the timetable for the implementation of the  
38 assessment system by the commission on student learning, the

1 allocations for the 1997-98 and 1998-99 school years shall be at a  
2 maximum annual rate per full-time equivalent student of \$36.69 for  
3 students enrolled in grades K-4, \$30.00 for students enrolled in grades  
4 5-7, and \$22.95 for students enrolled in grades 8-12. Allocations  
5 shall be made on the monthly apportionment schedule provided in RCW  
6 28A.510.250.

7 (b) A district receiving learning improvement allocations shall:

8 (i) Develop and keep on file at each building a student learning  
9 improvement plan to achieve the student learning goals and essential  
10 academic learning requirements and to implement the assessment system  
11 as it is developed. The plan shall delineate how the learning  
12 improvement allocations will be used to accomplish the foregoing. The  
13 plan shall be made available to the public upon request;

14 (ii) Maintain a policy regarding the involvement of school staff,  
15 parents, and community members in instructional decisions;

16 (iii) File a report by October 1, 1998, and October 1, 1999, with  
17 the office of the superintendent of public instruction, in a format  
18 developed by the superintendent that: Enumerates the activities funded  
19 by these allocations; the amount expended for each activity; describes  
20 how the activity improved understanding, teaching, and assessment of  
21 the essential academic learning requirements by instructional staff;  
22 and identifies any amounts expended from this allocation for  
23 supplemental contracts; and

24 (iv) Provide parents and the local community with specific  
25 information on the use of this allocation by including in the annual  
26 performance report required in RCW 28A.320.205, information on how  
27 funds allocated under this subsection were spent and the results  
28 achieved.

29 (c) The superintendent of public instruction shall compile and  
30 analyze the school district reports and present the results to the  
31 office of financial management and the appropriate committees of the  
32 legislature no later than November 15, 1998, and November 15, 1999.

33 (2) \$((55,937,000)) 55,590,000 is provided for local education  
34 program enhancements to meet educational needs as identified by the  
35 school district, including alternative education programs. This amount  
36 includes such amounts as are necessary for the remainder of the 1996-97  
37 school year. Allocations for the 1997-98 and 1998-99 school year shall  
38 be at a maximum annual rate of \$29.86 per full-time equivalent student  
39 as determined pursuant to subsection (3) of this section. Allocations

1 shall be made on the monthly apportionment payment schedule provided in  
2 RCW 28A.510.250.

3 (3) Allocations provided under this section shall be based on  
4 school district annual average full-time equivalent enrollment in  
5 grades kindergarten through twelve: PROVIDED, That for school  
6 districts enrolling not more than one hundred average annual full-time  
7 equivalent students, and for small school plants within any school  
8 district designated as remote and necessary schools, the allocations  
9 shall be as follows:

10 (a) Enrollment of not more than 60 average annual full-time  
11 equivalent students in grades kindergarten through six shall generate  
12 funding based on sixty full-time equivalent students;

13 (b) Enrollment of not more than 20 average annual full-time  
14 equivalent students in grades seven and eight shall generate funding  
15 based on twenty full-time equivalent students; and

16 (c) Enrollment of not more than 60 average annual full-time  
17 equivalent students in grades nine through twelve shall generate  
18 funding based on sixty full-time equivalent students.

19 (4) Funding provided pursuant to this section does not fall within  
20 the definition of basic education for purposes of Article IX of the  
21 state Constitution and the state's funding duty thereunder.

22 (5) Receipt by a school district of one-fourth of the district's  
23 allocation of funds under this section, shall be conditioned on a  
24 finding by the superintendent that:

25 (a) The district is enrolled as a medicaid service provider and is  
26 actively pursuing federal matching funds for medical services provided  
27 through special education programs, pursuant to RCW 74.09.5241 through  
28 74.09.5256 (Title XIX funding); and

29 (b) The district is filing truancy petitions as required under  
30 chapter 312, Laws of 1995 and RCW 28A.225.030.

31 (End of part)



1 (c) Each institution of higher education receiving appropriations  
2 under sections 604 through 609 of this act may provide to instructional  
3 and research faculty, exempt professional staff, academic  
4 administrators, academic librarians, counselors, teaching and research  
5 assistants, as classified by the office of financial management, and  
6 all other nonclassified staff, but not including employees under RCW  
7 28B.16.015, an additional average salary increase of 1.0 percent on  
8 July 1, 1997, and an average salary increase of 2.0 percent on July 1,  
9 1998. Any salary increases authorized under this subsection (2)(c)  
10 shall not be included in an institution's salary base. It is the  
11 intent of the legislature that general fund--state support for an  
12 institution shall not increase during the current or any future  
13 biennium as a result of any salary increases authorized under this  
14 subsection (2)(c).

15 (d) Specific salary increases authorized in sections 603 through  
16 609 of this act are in addition to any salary increase provided in this  
17 subsection.

18 (3)(a) Each institution receiving appropriations under sections 604  
19 through 609 of this act shall submit plans for achieving measurable and  
20 specific improvements in academic years 1997-98 and 1998-99 to the  
21 higher education coordinating board. The plans, to be prepared at the  
22 direction of the board, shall be submitted by August 15, 1997 (for  
23 academic year 1997-98) and June 30, 1998 (for academic year 1998-99).  
24 The following measures and goals will be used for the 1997-99 biennium:

	Goal
(i) Undergraduate graduation efficiency index:	
For students beginning as freshmen	95
For transfer students	90
(ii) Undergraduate student retention, defined as the percentage of all undergraduate students who return for the next year at the same institution, measured from fall to fall:	
Research universities	95%
Comprehensive universities and college	90%
(iii) Graduation rates, defined as the percentage of an entering freshmen class at each institution that graduates within five years:	
Research universities	65%
Comprehensive universities and college	55%

1 (iv) A measure of faculty productivity, with goals and targets in  
2 accord with the legislative intent to achieve measurable and specific  
3 improvements, to be determined by the higher education coordinating  
4 board, in consultation with the institutions receiving appropriations  
5 under sections 604 through 609 of this act.

6 (v) For 1998-99, measures of performance demonstrating specific and  
7 measurable improvements related to distance education and education  
8 provided primarily through technology, to be determined by the higher  
9 education coordinating board, in consultation with the institutions  
10 receiving appropriations under sections 604 through 609 of this act.

11 (vi) An additional measure and goal to be selected by the higher  
12 education coordinating board for each institution, in consultation with  
13 each institution.

14 (b) Academic year 1995-96 shall be the baseline year against which  
15 performance in academic year 1997-98 shall be measured. Academic year  
16 1997-98 shall be the baseline year against which performance in  
17 academic year 1998-99 shall be measured. The difference between each  
18 institution's baseline year and the state-wide performance goals shall  
19 be calculated and shall be the performance gap for each institution for  
20 each measure for each year. The higher education coordinating board  
21 shall set performance targets for closing the performance gap for each  
22 measure for each institution. Performance targets shall be set at  
23 levels that reflect meaningful and substantial progress towards the  
24 state-wide performance goals. Each institution shall report to the  
25 higher education coordinating board on its actual performance  
26 achievement for each measure for academic year 1997-98 by June 30,  
27 1998, except that performance reporting for the student retention  
28 measure shall be completed by October 15, 1998.

29 (4) The state board for community and technical colleges shall  
30 develop an implementation plan for measurable and specific improvements  
31 in productivity, efficiency, and student retention in academic years  
32 1997-98 and 1998-99 consistent with the performance management system  
33 developed by the work force training and education coordinating board  
34 and for the following long-term performance goals:

	Goal
35 (a) Hourly wages for vocational graduates	\$12/hour
36 (b) Academic students transferring to Washington	
37 higher education institutions	67%
38 (c) Core course completion rates	85%

2 (5) The state's public institutions of higher education  
 3 increasingly are being called upon to become more efficient in  
 4 conducting the business operations necessary to support the carrying  
 5 out of their academic missions. The legislature recognizes that state  
 6 laws and regulations may have the unintended effect of acting as  
 7 barriers to efficient operation in some instances, and desires to  
 8 encourage the institutions of higher education to think beyond the  
 9 constraints of current law in identifying opportunities for improved  
 10 efficiency. Accordingly, the legislature requests that the  
 11 institutions of higher education, working together through the council  
 12 of presidents' office and the state board for community and technical  
 13 colleges, identify opportunities for changes in state law that would  
 14 form the basis for a new efficiency compact with the state, for  
 15 consideration no later than the 1999 legislative session.

16 **Sec. 602.** 1997 c 454 s 602 (uncodified) is amended to read as  
 17 follows:

18 ((+1)) The appropriations in sections 603 through 609 of this act  
 19 provide state general fund support or employment and training trust  
 20 account support for full-time equivalent student enrollments at each  
 21 institution of higher education. Listed below are the annual full-time  
 22 equivalent student enrollments by institution assumed in this act.

	1997-98	1998-99
	Annual	Annual
	Average	Average
26 University of Washington		
27 Main campus	31,297	((31,527))
28		<u>31,729</u>
29 Bothell branch	775	895
30 Tacoma branch	847	992
31 Washington State University		
32 Main campus	17,403	((17,723))
33		<u>17,272</u>
34 Spokane branch	352	442
35 Tri-Cities branch	754	((814))

1			<u>754</u>
2	Vancouver branch	851	971
3	Central Washington University	7,346	7,446
4	Eastern Washington University	7,739	7,739
5	The Evergreen State College	3,496	((3,576))
6			<u>3,684</u>
7	Western Washington University	10,188	((10,338))
8			<u>10,418</u>
9	State Board for Community and		
10	Technical Colleges	((116,426))	118,526
11		<u>115,426</u>	
12	Higher Education Coordinating		
13	Board	50	50

14       **Sec. 603.** 1997 c 454 s 603 (uncodified) is amended to read as  
15 follows:

16 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

17	General Fund--State Appropriation (FY 1998) . . . \$	((382,891,000))
18		<u>382,998,000</u>
19	General Fund--State Appropriation (FY 1999) . . . \$	((420,961,000))
20		<u>425,365,000</u>
21	General Fund--Federal Appropriation . . . . . \$	11,404,000
22	Employment and Training Trust Account	
23	Appropriation . . . . . \$	((26,346,000))
24		<u>28,764,000</u>
25	TOTAL APPROPRIATION . . . . . \$	((841,602,000))
26		<u>848,531,000</u>

27       The appropriations in this section are subject to the following  
28 conditions and limitations:

29       (1) \$2,718,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$4,079,000 of the general fund--state appropriation for  
31 fiscal year 1999 shall be held in reserve by the board. These funds  
32 are provided for improvements in productivity, efficiency, and student  
33 retention. The board may approve the fiscal year 1998 allocation of  
34 funds under this subsection upon completion of an implementation plan.  
35 The implementation plan shall be submitted by the board to the  
36 appropriate legislative committees and the office of financial  
37 management in accordance with section 601(4) of this act by September

1 1, 1997. The board may approve the fiscal year 1999 allocation of  
2 funds under this subsection based on the board's evaluation of:

3 (a) College performance compared to the goals for productivity,  
4 efficiency, and student retention as submitted in the plan required in  
5 section 601(4) of this act; and

6 (b) The quality and effectiveness of the strategies the colleges  
7 propose to achieve continued improvement in quality and efficiency  
8 during the 1998-99 academic year.

9 (2) \$2,553,000 of the general fund--state appropriation for fiscal  
10 year 1998, ~~\$(28,761,000))~~ 30,843,000 of the general fund--state  
11 appropriation for fiscal year 1999, and the entire employment and  
12 training trust account appropriation are provided solely as special  
13 funds for training and related support services, including financial  
14 aid, child care, and transportation, as specified in chapter 226, Laws  
15 of 1993 (employment and training for unemployed workers) (~~and~~  
16 ~~Substitute House Bill No. 2214~~)).

17 (a) Funding is provided to support (~~up to~~) 6,200 full-time  
18 equivalent students in fiscal year 1998 and 7,200 full-time equivalent  
19 students in (~~each~~) fiscal year 1999.

20 (b) The state board for community and technical colleges shall  
21 submit a plan for the allocation of the full-time equivalent students  
22 provided in this subsection to the workforce training and education  
23 coordinating board for review and approval.

24 (3) \$1,441,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$1,441,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for 500 FTE enrollment slots to  
27 implement RCW 28B.50.259 (timber-dependent communities).

28 (4) \$1,862,500 of the general fund--state appropriation for fiscal  
29 year 1998 and \$1,862,500 of the general fund--state appropriation for  
30 fiscal year 1999 are provided solely for assessment of student outcomes  
31 at community and technical colleges.

32 (5) \$706,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$706,000 of general fund--state appropriation for fiscal  
34 year 1999 are provided solely to recruit and retain minority students  
35 and faculty.

36 (6) Up to \$1,035,000 of the general fund--state appropriation for  
37 fiscal year 1998 and up to \$2,102,000 of the general fund--state  
38 appropriation for fiscal year 1999 may be used in combination with  
39 salary and benefit savings from faculty turnover to provide faculty

1 salary increments and associated benefits. To the extent general  
2 salary increase funding is used to pay faculty increments, the general  
3 salary increase shall be reduced by the same amount.

4 (7) To address part-time faculty salary disparities and to increase  
5 the ratio of full-time to part-time faculty instructors, the board  
6 shall provide salary increases to part-time instructors or hire  
7 additional full-time instructional staff under the following conditions  
8 and limitations: (a) The amount used for such purposes shall not  
9 exceed an amount equivalent to an additional salary increase of 1.0  
10 percent on July 1, 1997, and an additional salary increase of 2.0  
11 percent on July 1, 1998, for instructional faculty as classified by the  
12 office of financial management; and (b) at least \$2,934,000 shall be  
13 spent for the purposes of this subsection.

14 (8) \$83,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,567,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided for personnel and expenses to develop  
17 curricula, library resources, and operations of Cascadia Community  
18 College. It is the legislature's intent to use the opportunity  
19 provided by the establishment of the new institution to conduct a pilot  
20 project of budgeting based on instructional standards and outcomes.  
21 The college shall use a portion of the available funds to develop a set  
22 of measurable standards and outcomes as the basis for budget  
23 development in the 1999-01 biennium.

24 (9) The technical colleges may increase tuition and fees to conform  
25 with the percentage increase in community college operating fees  
26 enacted by the 1997 legislature. The community colleges may charge up  
27 to the maximum level authorized for services and activities fees in RCW  
28 28B.15.069.

29 (10) Community and technical colleges with below-average faculty  
30 salaries may use funds identified by the state board in the 1997-98 and  
31 1998-99 operating allocations to increase faculty salaries no higher  
32 than the system-wide average.

33 (11) \$1,000,000 of the general fund--state appropriation for fiscal  
34 year 1998 and \$1,000,000 of the general fund--state appropriation for  
35 fiscal year 1999 are provided solely for tuition support for students  
36 enrolled in work-based learning programs.

37 (12) \$1,200,000 of the general fund--state appropriation for fiscal  
38 year 1999 is provided solely for technical support for local and state  
39 computer networking.

1       **Sec. 604.** 1997 c 454 s 604 (uncodified) is amended to read as  
2 follows:

3 **FOR UNIVERSITY OF WASHINGTON**

4	General Fund Appropriation (FY 1998) . . . . .	\$	283,923,000
5	General Fund Appropriation (FY 1999) . . . . .	\$	((289,807,000))
6			<u>295,473,000</u>
7	Death Investigations Account Appropriation . . . . .	\$	((1,810,000))
8			<u>2,162,000</u>
9	Industrial Insurance Premium Refund Account		
10	Appropriation . . . . .	\$	514,000
11	Accident Account Appropriation . . . . .	\$	4,969,000
12	Medical Aid Account Appropriation . . . . .	\$	4,989,000
13	TOTAL APPROPRIATION . . . . .	\$	((586,012,000))
14			<u>592,030,000</u>

15       The appropriations in this section are subject to the following  
16 conditions and limitations:

17       (1) \$2,019,000 of the general fund appropriation for fiscal year  
18 1998 and \$3,029,000 of the general fund appropriation for fiscal year  
19 1999 shall be placed in reserve. The office of financial management  
20 shall approve the allotment of amounts under this subsection upon  
21 notification by the higher education coordinating board. These amounts  
22 are provided for the preparation of plans and for the achievement of  
23 measurable and specific improvements towards performance and  
24 accountability goals as outlined in section 601(3) of this act.

25       (2) \$800,000 of the general fund appropriation for fiscal year 1998  
26 and \$1,896,000 of the general fund appropriation for fiscal year 1999  
27 are provided solely to support additional upper-division and graduate  
28 level enrollments at the Tacoma branch campus above the 1996-97  
29 budgeted FTE level.

30       (3) \$593,000 of the general fund appropriation for fiscal year 1998  
31 and \$1,547,000 of the general fund appropriation for fiscal year 1999  
32 are provided solely to support additional upper-division and graduate  
33 level enrollments at the Bothell branch campus above the 1996-97  
34 budgeted FTE level.

35       (4) \$186,000 of the general fund appropriation for fiscal year 1998  
36 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for assessment of student outcomes.

1 (5) \$324,000 of the general fund appropriation for fiscal year 1998  
2 and \$324,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely to recruit and retain minority students and faculty.

4 (6) \$130,000 of the general fund appropriation for fiscal year 1998  
5 and \$130,000 of the general fund appropriation for fiscal year 1999 are  
6 provided solely for the implementation of the Puget Sound work plan  
7 agency action item UW-01.

8 (7) \$1,200,000 of the general fund appropriation for fiscal year  
9 1998 and \$1,200,000 of the general fund appropriation for fiscal year  
10 1999 are provided solely for competitively offered faculty recruitment  
11 and retention salary adjustments. The university shall provide a  
12 report in their 1999-01 biennial operating budget request submittal on  
13 the effective expenditure of funds for the purposes of this subsection.

14 (8) \$47,000 of the fiscal year 1998 general fund appropriation and  
15 \$47,000 of the fiscal year 1999 general fund appropriation are provided  
16 solely to employ a fossil preparator/educator in the Burke Museum. The  
17 entire amounts provided in this subsection shall be provided directly  
18 to the Burke Museum.

19 (9) \$75,000 of the general fund appropriation for fiscal year 1998  
20 and \$75,000 of the general fund appropriation for fiscal year 1999 are  
21 provided solely for enhancements to research capabilities at the  
22 Olympic natural resources center.

23 (10) \$3,000,000 of the general fund appropriation for fiscal year  
24 1999 is provided solely to staff and equip a connection to the very  
25 high performance backbone network service initiated by the national  
26 science foundation.

27 (11) \$560,000 of the general fund appropriation for fiscal year  
28 1999 is provided solely to operate the disabilities, opportunities,  
29 internetworking, and technology (DO IT) program.

30 (12) \$1,000,000 of the general fund appropriation for fiscal year  
31 1999 is provided solely for the advanced technology research  
32 initiative.

33 **Sec. 605.** 1997 c 454 s 605 (uncodified) is amended to read as  
34 follows:

35 **FOR WASHINGTON STATE UNIVERSITY**

36	General Fund Appropriation (FY 1998)	. . . . . \$	(( <del>166,644,000</del> ))
37			<u>167,919,000</u>
38	General Fund Appropriation (FY 1999)	. . . . . \$	(( <del>172,819,000</del> ))

1		<u>172,279,000</u>
2	Air Pollution Control Account Appropriation . . . \$	206,000
3	TOTAL APPROPRIATION . . . . . \$	((339,669,000))
4		<u>340,404,000</u>

5 The appropriations in this section are subject to the following  
6 conditions and limitations:

7 (1) \$1,204,000 of the general fund appropriation for fiscal year  
8 1998 and \$1,807,000 of the general fund appropriation for fiscal year  
9 1999 shall be placed in reserve. The office of financial management  
10 shall approve the allotment of amounts under this subsection upon  
11 notification by the higher education coordinating board. These amounts  
12 are provided for the preparation of plans and for the achievement of  
13 measurable and specific improvements towards performance and  
14 accountability goals as outlined in section 601(3) of this act.

15 (2) \$1,059,000 of the general fund appropriation for fiscal year  
16 1999 is provided solely to support additional upper-division and  
17 graduate level enrollments at the Vancouver branch campus above the  
18 1996-97 budgeted FTE level.

19 (3) \$263,000 of the general fund appropriation for fiscal year 1998  
20 and \$((789,000)) 259,000 of the general fund appropriation for fiscal  
21 year 1999 are provided solely to support additional upper-division and  
22 graduate level enrollments at the Tri-Cities branch campus above the  
23 1996-97 budgeted FTE level.

24 (4) \$971,000 of the general fund appropriation for fiscal year 1999  
25 is provided solely to support additional upper-division and graduate  
26 level enrollments at the Spokane branch campus above the 1996-97  
27 budgeted FTE level.

28 (5) \$186,000 of the general fund appropriation for fiscal year 1998  
29 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
30 provided solely for assessment of student outcomes.

31 (6) \$140,000 of the general fund appropriation for fiscal year 1998  
32 and \$140,000 of the general fund appropriation for fiscal year 1999 are  
33 provided solely to recruit and retain minority students and faculty.

34 (7) \$157,000 of the general fund appropriation for fiscal year 1998  
35 and \$157,000 of the general fund appropriation for fiscal year 1999 are  
36 provided solely for the implementation of the Puget Sound work plan  
37 agency action item WSU-01.

38 (8) \$600,000 of the general fund appropriation for fiscal year 1998  
39 and \$600,000 of the general fund appropriation for fiscal year 1999 are

1 provided solely for competitively offered faculty recruitment and  
2 retention salary adjustments. The university shall provide a report in  
3 their 1999-01 biennial operating budget request submittal on the  
4 effective expenditure of funds for the purposes of this subsection.

5 (9) \$50,000 of the general fund appropriation for fiscal year 1998  
6 and \$50,000 of the general fund appropriation for fiscal year 1999 are  
7 provided solely for yellow star thistle research.

8 (10) \$55,000 of the general fund appropriation for fiscal year 1998  
9 and \$55,000 of the general fund appropriation for fiscal year 1999 are  
10 provided solely for the Goldendale distance learning center.

11 (11) \$750,000 of the general fund appropriation for fiscal year  
12 1999 is provided solely for the teaching and learning center. Funds  
13 will train faculty and teaching assistants and purchase equipment for  
14 the design and delivery of courses and programs offered at a distance  
15 or using technology, purchase software or contracts for development of  
16 learning modules, develop and implement tools for assessing student  
17 learning from courses offered at a distance or using technology, and  
18 facilitate partnerships and collaborative programs promoting distance  
19 and technology instruction with other institutions of higher education.

20 **Sec. 606.** 1997 c 454 s 606 (uncodified) is amended to read as  
21 follows:

22 **FOR EASTERN WASHINGTON UNIVERSITY**

23	General Fund Appropriation (FY 1998)	. . . . . \$	39,211,000
24	General Fund Appropriation (FY 1999)	. . . . . \$	((39,489,000))
25			<u>39,811,000</u>
26	TOTAL APPROPRIATION	. . . . . \$	((78,700,000))
27			<u>79,022,000</u>

28 The appropriations in this section are subject to the following  
29 conditions and limitations:

30 (1) \$285,000 of the general fund appropriation for fiscal year 1998  
31 and \$428,000 of the general fund appropriation for fiscal year 1999  
32 shall be placed in reserve. The office of financial management shall  
33 approve the allotment of amounts under this subsection upon  
34 notification by the higher education coordinating board. These amounts  
35 are provided for the preparation of plans and for the achievement of  
36 measurable and specific improvements towards performance and  
37 accountability goals as outlined in section 601(3) of this act.

1 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
2 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for assessment of student outcomes.

4 (3) \$93,000 of the general fund appropriation for fiscal year 1998  
5 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
6 provided solely to recruit and retain minority students and faculty.

7 (4) \$53,000 of the general fund--state appropriation for fiscal  
8 year 1998 and \$54,000 of the general fund--state appropriation for  
9 fiscal year 1999 are provided solely for competitively offered faculty  
10 recruitment and retention salary adjustments. The university shall  
11 provide a report in their 1999-01 biennial operating budget request  
12 submittal on the effective expenditure of funds for the purposes of  
13 this subsection.

14 (5) \$3,188,000 of the general fund appropriation for fiscal year  
15 1998 and \$3,188,000 of the general fund appropriation for fiscal year  
16 1999 shall be placed in reserve pending attainment of budgeted  
17 enrollments of 6,942 FTEs. The office of financial management shall  
18 approve the allotment of funds under this subsection at the annual rate  
19 of \$4,000 for annual student FTEs in excess of 6,942 based on tenth day  
20 quarterly enrollment and the office of financial management's quarterly  
21 budget driver report. In addition, allotments of reserve funds in this  
22 section shall be approved by the office of financial management upon  
23 approval by the higher education coordinating board for (a) actions  
24 that will result in additional enrollment growth, and (b) contractual  
25 obligations in fiscal year 1998 to the extent such funds are required.

26 (6) \$280,000 of the general fund appropriation for fiscal year 1999  
27 is provided solely for collaboration with the teaching and learning  
28 center at Washington State University to increase teaching and learning  
29 at a distance or through the use of technology.

30 **Sec. 607.** 1997 c 454 s 607 (uncodified) is amended to read as  
31 follows:

32 **FOR CENTRAL WASHINGTON UNIVERSITY**

33	General Fund Appropriation (FY 1998)	. . . . . \$	((37,214,000))
34			<u>37,274,000</u>
35	General Fund Appropriation (FY 1999)	. . . . . \$	((38,616,000))
36			<u>39,004,000</u>
37	TOTAL APPROPRIATION	. . . . . \$	((75,830,000))
38			<u>76,278,000</u>

1 The appropriations in this section are subject to the following  
2 conditions and limitations:

3 (1) \$269,000 of the general fund appropriation for fiscal year 1998  
4 and \$403,000 of the general fund appropriation for fiscal year 1999  
5 shall be placed in reserve. The office of financial management shall  
6 approve the allotment of amounts under this subsection upon  
7 notification by the higher education coordinating board. These amounts  
8 are provided for the preparation of plans and for the achievement of  
9 measurable and specific improvements towards performance and  
10 accountability goals as outlined in section 601(3) of this act.

11 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
12 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
13 provided solely for assessment of student outcomes.

14 (3) \$70,000 of the general fund appropriation for fiscal year 1998  
15 and \$70,000 of the general fund appropriation for fiscal year 1999 are  
16 provided solely to recruit and retain minority students and faculty.

17 (4) \$51,000 of the general fund appropriation for fiscal year 1998  
18 and \$51,000 of the general fund appropriation for fiscal year 1999 are  
19 provided solely for competitively offered faculty recruitment and  
20 retention salary adjustments. The college shall provide a report in  
21 their 1999-01 biennial operating budget request submittal on the  
22 effective expenditure of funds for the purposes of this subsection.

23 (5) \$280,000 of the general fund appropriation for fiscal year 1999  
24 is provided solely for collaboration with the teaching and learning  
25 center at Washington State University to increase teaching and learning  
26 at a distance or through the use of technology.

27 **Sec. 608.** 1997 c 454 s 608 (uncodified) is amended to read as  
28 follows:

29 **FOR THE EVERGREEN STATE COLLEGE**

30	General Fund Appropriation (FY 1998)	. . . . . \$	20,151,000
31	General Fund Appropriation (FY 1999)	. . . . . \$	((20,518,000))
32			<u>21,047,000</u>
33	TOTAL APPROPRIATION	. . . . . \$	((40,669,000))
34			<u>41,198,000</u>

35 The appropriations in this section is subject to the following  
36 conditions and limitations:

37 (1) \$144,000 of the general fund appropriation for fiscal year 1998  
38 and \$217,000 of the general fund appropriation for fiscal year 1999

1 shall be placed in reserve. The office of financial management shall  
2 approve the allotment of amounts under this subsection upon  
3 notification by the higher education coordinating board. These amounts  
4 are provided for the preparation of plans and for the achievement of  
5 measurable and specific improvements towards performance and  
6 accountability goals as outlined in section 601(3) of this act.

7 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
8 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely for assessment of student outcomes.

10 (3) \$47,000 of the general fund appropriation for fiscal year 1998  
11 and \$47,000 of the general fund appropriation for fiscal year 1999 are  
12 provided solely to recruit and retain minority students and faculty.

13 (4) \$29,000 of the general fund appropriation for fiscal year 1998  
14 and \$29,000 of the general fund appropriation for fiscal year 1999 are  
15 provided solely for competitively offered faculty recruitment and  
16 retention salary adjustments. The college shall provide a report in  
17 their 1999-01 biennial operating budget request submittal on the  
18 effective expenditure of funds for the purposes of this subsection.

19 (5) \$140,000 of the general fund appropriation for fiscal year 1999  
20 is provided solely for collaboration with the teaching and learning  
21 center at Washington State University to increase teaching and learning  
22 at a distance or through the use of technology.

23 **Sec. 609.** 1997 c 454 s 609 (uncodified) is amended to read as  
24 follows:

25 **FOR WESTERN WASHINGTON UNIVERSITY**

26	General Fund Appropriation (FY 1998)	. . . . . \$	47,822,000
27	General Fund Appropriation (FY 1999)	. . . . . \$	((48,855,000))
28			<u>49,604,000</u>
29	TOTAL APPROPRIATION	. . . . . \$	((96,677,000))
30			<u>97,426,000</u>

31 The appropriations in this section are subject to the following  
32 conditions and limitations:

33 (1) \$342,000 of the general fund appropriation for fiscal year 1998  
34 and \$514,000 of the general fund appropriation for fiscal year 1999  
35 shall be placed in reserve. The office of financial management shall  
36 approve the allotment of amounts under this subsection upon  
37 notification by the higher education coordinating board. These amounts  
38 are provided for the preparation of plans and for the achievement of

1 measurable and specific improvements towards performance and  
2 accountability goals as outlined in section 601(3) of this act.

3 (2) \$186,000 of the general fund appropriation for fiscal year 1998  
4 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
5 provided solely for assessment of student outcomes.

6 (3) \$93,000 of the general fund appropriation for fiscal year 1998  
7 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
8 provided solely to recruit and retain minority students and faculty.

9 (4) \$66,000 of the general fund appropriation for fiscal year 1998  
10 and \$67,000 of the general fund appropriation for fiscal year 1999 are  
11 provided solely for competitively offered faculty recruitment and  
12 retention salary adjustments. The university shall provide a report  
13 in their 1999-01 biennial operating budget request submittal on the  
14 effective expenditure of funds for the purposes of this subsection.

15 (5) \$350,000 of the general fund appropriation for fiscal year 1999  
16 is provided solely for collaboration with the teaching and learning  
17 center at Washington State University to increase teaching and learning  
18 at a distance or through the use of technology.

19 **Sec. 610.** 1997 c 454 s 611 (uncodified) is amended to read as  
20 follows:

21 **FOR THE HIGHER EDUCATION COORDINATING BOARD--FINANCIAL AID AND GRANT**  
22 **PROGRAMS**

23	General Fund--State Appropriation (FY 1998) . . . \$	89,369,000
24	General Fund--State Appropriation (FY 1999) . . . \$	((96,209,000))
25		<u>101,634,000</u>
26	General Fund--Federal Appropriation . . . . . \$	8,255,000
27	<u>Education Excellence Account Appropriation . . . \$</u>	<u>550,000</u>
28	TOTAL APPROPRIATION . . . . . \$	((193,833,000))
29		<u>199,808,000</u>

30 The appropriations in this section are subject to the following  
31 conditions and limitations:

32 (1) \$527,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$526,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for the displaced homemakers  
35 program.

36 (2) \$216,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$220,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for the western interstate  
2 commission for higher education.

3 (3) \$118,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$118,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the health personnel resources  
6 plan.

7 (4) \$1,000,000 of the general fund--state appropriation for fiscal  
8 year 1998 and \$1,000,000 of the general fund--state appropriation for  
9 fiscal year 1999 are provided solely for the scholarships and loans  
10 program under chapter 28B.115 RCW, the health professional conditional  
11 scholarship program. This amount shall be deposited to the health  
12 professional loan repayment and scholarship trust fund to carry out the  
13 purposes of the program.

14 (5) \$86,783,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$((93,728,000)) 99,328,000 of the general fund--state  
16 appropriation for fiscal year 1999 are provided solely for student  
17 financial aid, including all administrative costs. The amounts in (a),  
18 (b), and (c) of this subsection are sufficient to implement Second  
19 Substitute House Bill No. 1851 (higher education financial aid). Of  
20 these amounts:

21 (a) \$67,266,000 of the general fund--state appropriation for fiscal  
22 year 1998 and \$((73,968,000)) 79,568,000 of the general fund--state  
23 appropriation for fiscal year 1999 are provided solely for the state  
24 need grant program. ((-ii-)) After April 1 of each fiscal year, up to  
25 one percent of the annual appropriation for the state need grant  
26 program may be transferred to the state work study program.

27 (b) \$15,350,000 of the general fund--state appropriation for fiscal  
28 year 1998 and \$15,350,000 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely for the state work study program.  
30 After April 1 of each fiscal year, up to one percent of the annual  
31 appropriation for the state work study program may be transferred to  
32 the state need grant program;

33 (c) \$2,420,000 of the general fund--state appropriation for fiscal  
34 year 1998 and \$2,420,000 of the general fund--state appropriation for  
35 fiscal year 1999 are provided solely for educational opportunity  
36 grants. For the purpose of establishing eligibility for the equal  
37 opportunity grant program for placebound students under RCW  
38 28B.101.020, Thurston county lies within the branch campus service area  
39 of the Tacoma branch campus of the University of Washington;

1 (d) A maximum of 2.1 percent of the general fund--state  
2 appropriation for fiscal year 1998 and 2.1 percent of the general  
3 fund--state appropriation for fiscal year 1999 may be expended for  
4 financial aid administration, excluding the four percent state work  
5 study program administrative allowance provision;

6 (e) \$230,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$201,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for the educator's excellence  
9 awards. Any educator's excellence moneys not awarded by April 1st of  
10 each year may be transferred by the board to either the Washington  
11 scholars program or, in consultation with the workforce training and  
12 education coordinating board, to the Washington award for vocational  
13 excellence;

14 (f) \$1,011,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,265,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely to implement the Washington  
17 scholars program. Any Washington scholars program moneys not awarded  
18 by April 1st of each year may be transferred by the board to either the  
19 educator's excellence awards or, in consultation with the workforce  
20 training and education coordinating board, to the Washington award for  
21 vocational excellence;

22 (g) \$456,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$474,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely to implement Washington award for  
25 vocational excellence program. Any Washington award for vocational  
26 program moneys not awarded by April 1st of each year may be transferred  
27 by the board to either the educator's excellence awards or the  
28 Washington scholars program;

29 (h) \$51,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$51,000 of the general fund--state appropriation for  
31 fiscal year 1999 are provided solely for community scholarship matching  
32 grants of \$2,000 each. To be eligible for the matching grant, a  
33 nonprofit community organization organized under section 501(c)(3) of  
34 the internal revenue code must demonstrate that it has raised \$2,000 in  
35 new moneys for college scholarships after the effective date of this  
36 act. No organization may receive more than one \$2,000 matching grant;  
37 and

38 (6) \$175,000 of the general fund--state appropriation for fiscal  
39 year 1998 (~~and \$175,000 of the general fund--state appropriation for~~

1 ~~fiscal year 1999 are)) is provided solely to implement Engrossed Second~~  
2 ~~Substitute House Bill No. 1372 or Second Substitute Senate Bill No.~~  
3 ~~5106 (Washington advanced college tuition payment program). ((If~~  
4 ~~neither Engrossed Second Substitute House Bill No. 1372 nor Second~~  
5 ~~Substitute Senate Bill No. 5106 is enacted by June 30, 1997, the~~  
6 ~~amounts provided in this subsection shall lapse.))~~

7 (7) \$187,000 of the general fund--state appropriation for fiscal  
8 year 1998 and \$188,000 of the general fund--state appropriation for  
9 fiscal year 1999 are provided solely for a demonstration project in the  
10 1997-99 biennium to provide undergraduate fellowships based upon the  
11 graduate fellowship program.

12 (8) Funding is provided in this section for the development of  
13 three models for tuition charges for distance learning programs.  
14 Institutions involved in distance education or extended learning shall  
15 provide information to the board on the usage, cost, and revenue  
16 generated by such programs.

17 (9) \$300,000 of the education excellence account appropriation is  
18 provided solely for the scholarship program created under chapter  
19 28B.102 RCW, to be known as "Teach Washington."

20 (10) \$250,000 of the education excellence account appropriation is  
21 provided solely for competitive contracts with public or private  
22 institutions of higher education to design and offer flexible and  
23 accessible programs for nonteachers to gain a teaching credential  
24 through use of competency-based evaluations, distance learning,  
25 abbreviated and flexible schedules, and other strategies that are  
26 responsive to the demands of the midcareer learner. The board shall  
27 collaborate with the state board of education to ensure high quality  
28 proposals that are consistent with the state's learning standards.

29 **Sec. 611.** 1997 c 149 s 612 (uncodified) is amended to read as  
30 follows:

31 **FOR THE JOINT CENTER FOR HIGHER EDUCATION**

32	General Fund Appropriation (FY 1998)	. . . . .	\$	1,469,000
33	General Fund Appropriation (FY 1999)	. . . . .	\$((1,470,000))	
34				<u>1,720,000</u>
35	TOTAL APPROPRIATION	. . . . .	\$((2,939,000))	
36				<u>3,189,000</u>

1       **Sec. 612.** 1997 c 149 s 614 (uncodified) is amended to read as  
2 follows:

3 **FOR WASHINGTON STATE LIBRARY**

4	General Fund--State Appropriation (FY 1998) . . . \$	((7,483,000))
5		<u>7,533,000</u>
6	General Fund--State Appropriation (FY 1999) . . . \$	((7,281,000))
7		<u>7,731,000</u>
8	General Fund--Federal Appropriation . . . . . \$	((4,847,000))
9		<u>6,817,000</u>
10	TOTAL APPROPRIATION . . . . . \$	((19,611,000))
11		<u>22,081,000</u>

12       The appropriations in this section are subject to the following  
13 conditions and limitations:

14       (1) At least \$2,524,000 shall be expended for a contract with the  
15 Seattle public library for library services for the Washington book and  
16 braille library.

17       (2) \$198,000 of the general fund--state appropriation for fiscal  
18 year 1998 (~~is~~) and \$200,000 of the general fund--state appropriation  
19 for fiscal year 1999 are provided solely for the state library to  
20 continue the government information locator service in accordance with  
21 chapter 171, Laws of 1996. The state library, in consultation with  
22 interested parties, shall prepare an evaluation of the government  
23 information locator service by October 1, 1997. The evaluation shall  
24 include a cost-benefit analysis, a determination of fiscal impacts to  
25 the state, and programmatic information. The evaluation report shall  
26 be provided to the appropriate legislative fiscal committees.

27       **Sec. 613.** 1997 c 149 s 616 (uncodified) is amended to read as  
28 follows:

29 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

30	General Fund Appropriation (FY 1998) . . . . . \$	((2,502,000))
31		<u>2,658,000</u>
32	General Fund Appropriation (FY 1999) . . . . . \$	((2,531,000))
33		<u>2,695,000</u>
34	TOTAL APPROPRIATION . . . . . \$	((5,033,000))
35		<u>5,353,000</u>

36       The appropriations in this section are subject to the following  
37 conditions and limitations: \$216,200 of the general fund appropriation

1 for fiscal year 1998 and \$216,200 of the general fund appropriation for  
2 fiscal year 1999 are provided solely for exhibit and educational  
3 programming.

4 **Sec. 614.** 1997 c 149 s 618 (uncodified) is amended to read as  
5 follows:

6 **FOR THE STATE SCHOOL FOR THE BLIND**

7	General Fund--State Appropriation (FY 1998) . . . . .	\$(( <del>3,714,000</del> ))
8		<u>3,723,000</u>
9	General Fund--State Appropriation (FY 1999) . . . . .	\$(( <del>3,738,000</del> ))
10		<u>3,747,000</u>
11	General Fund--Private/Local Appropriation . . . . .	\$ (( <del>192,000</del> ))
12		<u>418,000</u>
13	TOTAL APPROPRIATION . . . . .	\$(( <del>7,644,000</del> ))
14		<u>7,888,000</u>

15 **Sec. 615.** 1997 c 149 s 619 (uncodified) is amended to read as  
16 follows:

17 **FOR THE STATE SCHOOL FOR THE DEAF**

18	General Fund Appropriation (FY 1998) . . . . .	\$ (( <del>6,458,000</del> ))
19		<u>6,467,000</u>
20	General Fund Appropriation (FY 1999) . . . . .	\$ (( <del>6,459,000</del> ))
21		<u>6,468,000</u>
22	TOTAL APPROPRIATION . . . . .	\$ (( <del>12,917,000</del> ))
23		<u>12,935,000</u>

24 (End of part)

PART VII  
SPECIAL APPROPRIATIONS

Sec. 701. 1997 c 149 s 701 (uncodified) is amended to read as follows:

**FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL FUND BOND DEBT**

General Fund Appropriation (FY 1998)	(\$447,283,000)
	<u>448,355,000</u>
General Fund Appropriation (FY 1999)	(\$485,077,000)
	<u>484,005,000</u>
General Fund Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ 932,360,000
TOTAL APPROPRIATION	\$1,864,720,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for deposit into the general fund bonds subject to the limit bond retirement account.

Sec. 702. 1997 c 149 s 703 (uncodified) is amended to read as follows:

**FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

General Fund Appropriation (FY 1998)	\$(23,096,000)
	<u>23,186,000</u>
General Fund Appropriation (FY 1999)	\$(25,603,000)
	<u>25,642,000</u>
General Fund Bonds Excluded from the Limit	
Bond Retirement Account Appropriation	\$(48,699,000)
	<u>48,828,000</u>
Reimbursable Bonds Excluded from the Limit Bond	
Retirement Account Appropriation	\$ 104,933,000
Reimbursable Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ ((402,000))
	<u>2,264,000</u>
TOTAL APPROPRIATION	(\$202,733,000)

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The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for deposit into the general fund bonds excluded from the limit bond retirement account.

**Sec. 703.** 1997 c 149 s 705 (uncodified) is amended to read as follows:

**FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

General Fund Appropriation (FY 1998)	. . . . .	\$	475,000
General Fund Appropriation (FY 1999)	. . . . .	\$	475,000
Higher Education Construction Account Appropriation	.	\$	((215,000))
			<u>440,000</u>
State Building Construction Account Appropriation	. .	\$((6,374,000))	
			<u>7,683,000</u>
Public Safety Reimbursable Bond Account Appropriation	\$	((8,000))	
			<u>23,000</u>
TOTAL APPROPRIATION	. . . . .	\$((7,547,000))	
			<u>9,096,000</u>

Total Bond Retirement and Interest Appropriations contained in sections 701 through 705 of this act . . . . . ((2\$121,748,000))  
2,125,417,000

NEW SECTION. **Sec. 704.** A new section is added to 1997 c 149 (uncodified) to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT--FOR PAYMENT OF TORT CLAIM**

General Fund Appropriation (FY 1999)	. . . . .	\$	1,257,000
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**Sec. 705.** 1997 c 149 s 710 (uncodified) is amended to read as follows:

**FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 ALLOCATIONS**

<del>General Fund--State Appropriation (FY 1998)</del>	<del>. . . . .</del>	<del>\$</del>	<del>3,380,000</del>
<del>General Fund--State Appropriation (FY 1999)</del>	<del>. . . . .</del>	<del>\$</del>	<del>1,960,000))</del>
General Fund--Federal Appropriation	. . . . .	\$	2,883,000
Liquor Revolving Account Appropriation	. . . . .	\$	131,000
Health Care Authority Administrative Account			

1	Appropriation . . . . .	\$	631,000
2	Accident Account Appropriation . . . . .	\$	1,102,000
3	Medical Aid Account Appropriation . . . . .	\$	1,102,000
4	Unemployment Compensation Administration Account--		
5	Federal Appropriation . . . . .	\$	1,313,000
6	Administrative Contingency Account Appropriation . .	\$	948,000
7	Employment Services Administrative Account		
8	Appropriation . . . . .	\$	500,000
9	Forest Development Account Appropriation . . . . .	\$	156,000
10	Off Road Vehicle Account Appropriation . . . . .	\$	7,000
11	Surveys and Maps Account Appropriation . . . . .	\$	1,000
12	Aquatic Lands Enhancement Account Appropriation . . .	\$	8,000
13	Resource Management Cost Account Appropriation . . .	\$	348,000
14	TOTAL APPROPRIATION . . . . .	\$	<del>(14,470,000)</del>
15			<u>9,130,000</u>

16 The appropriations in this section are subject to the following  
17 conditions and limitations:

18 (1) The appropriations will be allocated by the office of financial  
19 management to agencies to complete Year 2000 date conversion  
20 maintenance on their computer systems. Agencies shall submit their  
21 estimated costs of conversion to the office of financial management by  
22 July 1, 1997.

23 (2) Up to \$10,000,000 of the cash balance of the data processing  
24 revolving account may be expended on agency Year 2000 date conversion  
25 costs. The \$10,000,000 will be taken from the cash balances of the  
26 data processing revolving account's two major users, as follows:  
27 \$7,000,000 from the department of information services and \$3,000,000  
28 from the office of financial management. The office of financial  
29 management in consultation with the department of information services  
30 shall allocate these funds as needed to complete the date conversion  
31 projects.

32 (3) Agencies receiving these allocations shall report at a minimum  
33 to the information services board and to the governor every six months  
34 on the progress of Year 2000 maintenance efforts.

35 NEW SECTION. **Sec. 706.** A new section is added to 1997 c 149  
36 (uncodified) to read as follows:

37 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONVERSION**

38	General Fund Appropriation (FY 1998) . . . . .	\$	393,000
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1	General Fund Appropriation (FY 1999) . . . . .	\$	2,273,000
2	Hospital Commission Account Appropriation . . . . .	\$	115,000
3	Architects' License Account Appropriation . . . . .	\$	3,000
4	Professional Engineers' Account Appropriation . . . . .	\$	9,000
5	Real Estate Commission Account Appropriation . . . . .	\$	24,000
6	Health Professions Account Appropriation . . . . .	\$	275,000
7	Master License Account Appropriation . . . . .	\$	70,000
8	Safe Drinking Water Account Appropriation . . . . .	\$	50,000
9	Uniform Commercial Code Account Appropriation . . . . .	\$	11,000
10	Unemployment Compensation Administration Account--		
11	Federal Appropriation . . . . .	\$	970,000
12	Employment Services Administrative Account		
13	Appropriation . . . . .	\$	1,288,000
14	Department of Retirement Systems Expense Account		
15	Appropriation . . . . .	\$	890,000
16	Health Services Account Appropriation . . . . .	\$	254,000
17	TOTAL APPROPRIATION . . . . .	\$	6,625,000

18       The appropriations in this section are subject to the following  
19 conditions and limitations:

20       (1) The appropriations will be allocated by the office of financial  
21 management to agencies to perform Year 2000 date conversion maintenance  
22 on their computer systems.

23       (2) Agencies receiving these allocations shall report at a minimum  
24 to the information services board and to the governor every six months  
25 on the progress of Year 2000 maintenance efforts.

26       NEW SECTION.   **Sec. 707.**   A new section is added to 1997 c 149  
27 (uncodified) to read as follows:

28	<b>FOR THE OFFICE OF FINANCIAL MANAGEMENT--YEAR 2000 CONTINGENCY POOL</b>		
29	General Fund Appropriation (FY 1998) . . . . .	\$	800,000
30	General Fund Appropriation (FY 1999) . . . . .	\$	4,200,000
31	Year 2000 Contingency Revolving Account		
32	Appropriation . . . . .	\$	5,000,000
33	TOTAL APPROPRIATION . . . . .	\$	10,000,000

34       The appropriations in this section are subject to the following  
35 conditions and limitations:

1 (1) The appropriations will be allocated by the office of financial  
2 management, in consultation with the department of information systems,  
3 to agencies to perform Year 2000 maintenance on their computer systems.

4 (2) To facilitate the transfer of moneys from dedicated funds and  
5 accounts, the state treasurer is directed to transfer sufficient moneys  
6 from each dedicated fund or account to the Year 2000 contingency  
7 revolving account, hereby created in the state treasury, in accordance  
8 with schedules provided by the office of financial management for  
9 additional Year 2000 maintenance on their computer systems.

10 (3) All agencies that receive these allocations will report upon  
11 request throughout the biennium to the information services board and  
12 to the governor on the progress of Year 2000 maintenance efforts.

13 NEW SECTION. **Sec. 708.** A new section is added to 1997 c 149  
14 (uncodified) to read as follows:

15 **FOR SUNDRY CLAIMS.** The following sums, or so much thereof as may  
16 be necessary, are appropriated from the general fund, unless otherwise  
17 indicated, for relief of various individuals, firms, and corporations  
18 for sundry claims. These appropriations are to be disbursed on  
19 vouchers approved by the director of general administration, except as  
20 otherwise provided, as follows:

21 (1) Reimbursement of criminal defendants acquitted on the basis of  
22 self-defense, pursuant to RCW 9A.16.110:

23	(a) Steven M. Lauritz, claim number SCJ 97-11	\$ 2,534
24	(b) George Greenland, claim number SCJ 97-13	\$16,235
25	(c) Edwin H. Evans, claim number SCJ 97-14	\$ 4,529
26	(d) Bryan E. Vance, claim number SCJ 97-16	\$16,293
27	(e) Jesse L. Smith, claim number SCJ 97-17	\$23,027
28	(f) Thomas N. Klein, claim number SCJ 97-18	\$15,567
29	(g) John F. Richards, claim number SCJ 97-19	\$ 7,966
30	(h) Anthony C. Otto, claim number SCJ 97-09	\$16,962

31 (2) Payment from the state wildlife account for damage to crops by  
32 wildlife, pursuant to RCW 77.12.280:

33	(a) D.F. Spurgeon, claim number SCG 97-03	\$ 980
34	(b) Kenneth Kunes, claim number SCG 97-06	\$ 2,288

35 (End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 1997 c 454 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance		
premiums distribution . . . . .	\$	6,617,250
General Fund Appropriation for public utility		
district excise tax distribution . . . . .	\$	35,183,803
General Fund Appropriation for prosecuting attorneys		
salaries . . . . .	\$	2,960,000
General Fund Appropriation for motor vehicle excise		
tax distribution . . . . .	\$	84,721,573
General Fund Appropriation for local mass transit		
assistance . . . . .	\$	383,208,166
General Fund Appropriation for camper and travel		
trailer excise tax distribution . . . . .	\$	3,904,937
General Fund Appropriation for boating		
safety/education and law enforcement		
distribution . . . . .	\$	3,616,000
Aquatic Lands Enhancement Account Appropriation		
for harbor improvement revenue distribution . . . . .	\$	142,000
Liquor Excise Tax Account Appropriation for liquor		
excise tax distribution . . . . .	\$	22,287,746
Liquor Revolving Fund Appropriation for liquor		
profits distribution . . . . .	\$	36,989,000
Timber Tax Distribution Account Appropriation		
for distribution to "Timber" counties . . . . .	\$	107,146,000
Municipal Sales and Use Tax Equalization Account		
Appropriation . . . . .	\$	66,860,014
County Sales and Use Tax Equalization Account		
Appropriation . . . . .	\$	11,843,224
Death Investigations Account Appropriation for		
distribution to counties for publicly funded		
autopsies . . . . .	\$	1,266,000
County Criminal Justice Account Appropriation . . . . .	\$	(80,634,471)

1		88,664,471
2	Municipal Criminal Justice Account Appropriation . . .	\$(32,042,450))
3		<u>35,012,450</u>
4	County Public Health Account Appropriation . . . . .	\$(43,773,588))
5		<u>43,854,588</u>
6	TOTAL APPROPRIATION . . . . .	(\$923,196,222))
7		<u>934,277,222</u>

8 The total expenditures from the state treasury under the  
9 appropriations in this section shall not exceed the funds available  
10 under statutory distributions for the stated purposes.

11 **Sec. 802.** 1997 c 454 s 802 (uncodified) is amended to read as  
12 follows:

13 **FOR THE STATE TREASURER--TRANSFERS**

14 General Fund: For transfer to the Water Quality  
15 Account . . . . . \$ ((26,607,000))  
16 39,407,000

17 General Fund: For transfer to the Flood Control  
18 Assistance Account . . . . . \$ 4,000,000

19 General Fund: For transfer to the Washington  
20 Housing Trust Account in accordance with  
21 Senate Bill No. .... or House Bill  
22 No. .... (Z-1221/98, temporary worker  
23 housing) or significantly similar  
24 legislation. If the bill is not enacted  
25 on or before June 30, 1998, this transfer  
26 shall lapse . . . . . \$ 2,000,000

27 Emergency Reserve Fund: For transfer to the  
28 Education Excellence Account in accordance  
29 with House Bill No. .... (Z-1168.2/98) or  
30 Senate Bill No. ..../98 (Z-1192/98) . . . . . \$ 11,100,000

31 State Convention and Trade Center Account: For  
32 transfer to the State Convention and Trade  
33 Center Operations Account . . . . . \$ 3,877,000

34 Water Quality Account: For transfer to the Water  
35 Pollution Control Account. Transfers shall be  
36 made at intervals coinciding with deposits of  
37 federal capitalization grant money into the  
38 account. The amounts transferred shall not

1	exceed the match required for each federal	
2	deposit . . . . .	\$ 21,688,000
3	State Treasurer's Service Account: For transfer to	
4	the general fund on or before June 30, 1999 an	
5	amount up to \$3,600,000 in excess of the cash	
6	requirements of the State Treasurer's Service	
7	Account . . . . .	\$ 3,600,000
8	Public Works Assistance Account: For transfer to	
9	the Drinking Water Assistance Account . . . . .	\$ 9,949,000
10	County Sales and Use Tax Equalization Account:	
11	For transfer to the County Public Health	
12	Account . . . . .	\$ ((1,686,000))
13		<u>1,767,000</u>

14 (End of part)



1 this incremental one-hundredth of one percent shall be used solely for  
2 the purposes described in section 22, chapter 483, Laws of 1993, and  
3 for the purposes described in RCW 50.40.060. Any surplus from  
4 contributions payable under this subsection (b) (~~will~~) may be  
5 deposited in the unemployment compensation trust fund and/or used to  
6 support the year 2000 conversion costs for the unemployment insurance  
7 program.

8 (2)(a) Contributions under this section shall become due and be  
9 paid by each employer under rules as the commissioner may prescribe,  
10 and shall not be deducted, in whole or in part, from the remuneration  
11 of individuals in the employ of the employer. Any deduction in  
12 violation of this section is unlawful.

13 (b) In the payment of any contributions under this section, a  
14 fractional part of a cent shall be disregarded unless it amounts to  
15 one-half cent or more, in which case it shall be increased to one cent.

16 (3) If the commissioner determines that federal funding has been  
17 increased to provide financing for the services specified in chapter  
18 50.62 RCW, the commissioner shall direct that collection of  
19 contributions under this section be terminated on the following January  
20 1st.

21 **Sec. 904.** If any provision of this act or its application to any  
22 person or circumstance is held invalid, the remainder of the act or the  
23 application of the provision to other persons or circumstances is not  
24 affected.

25 **Sec. 905.** This act is necessary for the immediate preservation of  
26 the public peace, health, or safety, or support of the state government  
27 and its existing public institutions, and takes effect immediately.

28 (End of part)

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